

**RENWICK UNIFIED SCHOOL DISTRICT NO. 267
ANDALE, KANSAS**

**FINANCIAL STATEMENT
JUNE 30, 2022**



RENWICK UNIFIED SCHOOL DISTRICT NO. 267
TABLE OF CONTENTS
JUNE 30, 2022

	<u>Page</u>
Independent Auditors' Report	1 – 4
Financial Statement	
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	5
Notes to Financial Statements	6 – 13
Regulatory Required Supplementary Information	
Summary of Expenditures - Actual and Budget	14
Schedule of Cash Receipts and Expenditures - Actual and Budget	
General Fund	15
Supplemental General Fund	16
Preschool-Aged At-Risk Fund	17
At Risk (K-12) Fund	18
Bilingual Education Fund	19
Virtual Education Fund	20
Capital Outlay Fund	21
Driver Training Fund	22
Food Service Fund	23
Professional Development Fund	24
Special Education Fund	25
Career and Postsecondary Education Fund	26
KPERs Contribution Fund	27
Bond and Interest Fund	28
Schedule of Cash Receipts and Expenditures - Actual	
Federal Funds	29
Gifts and Grants Fund	30
Contingency Reserve Fund	31
Textbook and Student Material Revolving Fund	32
High School Activity Fund	33
Schedule of Cash Receipts and Expenditures - Capital Projects	34
Schedule of Cash Receipts and Cash Disbursements	
Agency Funds	35 – 38
Schedule of Cash Receipts, Expenditures, and Unencumbered Cash	
District Activity Funds	39
Federal Award Information	
Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On an Audit of the Financial Statement Performed In Accordance With <i>Government Auditing Standards</i>	40 – 41
Independent Auditors' Report On Compliance for Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance	42 – 44
Schedule of Expenditures of Federal Awards	45
Notes to Schedule of Expenditures of Federal Awards	46
Schedule of Findings and Questioned Costs	47
Schedule of Prior Year Findings and Questioned Costs	48



INDEPENDENT AUDITORS' REPORT

**Board of Education
Renwick Unified School District No. 267
Andale, Kansas**

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Renwick Unified School District No. 267, Andale, Kansas**, as of and for the year ended **June 30, 2022**, and the related notes to the financial statement.

Adverse and Unmodified Opinions

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Renwick Unified School District No. 267, Andale, Kansas**, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Renwick Unified School District No. 267, Andale, Kansas**, as of **June 30, 2022**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of the report. We are required to be independent of **Renwick Unified School District No. 267, Andale, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

**Board of Education
Renwick Unified School District No. 267**

Matter Giving Rise to Adverse Opinion on Accounting Principles Generally Accepted in the United State of America

As discussed in Note 1 of the financial statement, the financial statement is prepared by **Renwick Unified School District No. 267, Andale, Kansas**, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Renwick Unified School District No. 267, Andale, Kansas'** ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

**Board of Education
Renwick Unified School District No. 267**

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **Renwick Unified School District No. 267, Andale, Kansas'** internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt the **Renwick Unified School District No. 267, Andale, Kansas'** ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual, schedule of cash receipts and expenditures – capital projects, agency funds schedules of regulatory basis cash receipts and disbursements, district activity funds schedules of regulatory basis cash receipts, expenditures and unencumbered cash (Regulatory-Required Supplementary Information as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the

**Board of Education
Renwick Unified School District No. 267**

United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the **Renwick Unified School District No. 267, Andale, Kansas**, as of and for the year ended June 30, 2021, and have issued our report thereon dated December 1, 2021, which contained an unmodified opinion on the basic financial statement.

The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <https://admin.ks.gov/offices/oar/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2021 (as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2021, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2022, on our consideration of **Renwick Unified School District No. 267, Andale, Kansas'** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of **Renwick Unified School District No. 267, Andale, Kansas'** internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Renwick Unified School District No. 267, Andale, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC

BFR CPA, LLC
November 7, 2022

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

Fund	Beginning	Prior Year			Ending	Add	Ending Cash
	Unencumbered	Canceled	Cash Receipts	Expenditures	Unencumbered	Encumbrances	
	Cash Balance	Encumbrances			Cash Balance	and Accounts Payable	Balance
General Fund	\$ 0	\$ 0	\$ 12,958,256	\$ 12,958,256	\$ 0	\$ 35,339	\$ 35,339
Special Purpose Funds							
Supplemental General	266,472	0	4,011,869	4,058,611	219,730	0	219,730
Preschool-Aged At-Risk	0	0	136,500	136,475	25	0	25
At Risk (K-12)	0	0	860,541	828,799	31,742	0	31,742
Bilingual Education	31	0	1,044	1,075	0	0	0
Virtual Education	0	0	48,721	48,721	0	0	0
Capital Outlay	1,775,855	0	1,808,839	2,722,755	861,939	1,312,483	2,174,422
Driver Training	58,910	0	35,148	36,851	57,207	0	57,207
Food Service	124,460	0	1,275,523	945,409	454,574	0	454,574
Professional Development	722	0	11,368	12,090	0	0	0
Special Education	704,632	0	3,715,970	3,758,941	661,661	0	661,661
Career and Postsecondary Education	187	0	359,244	359,431	0	0	0
KPERS Contribution	0	0	1,502,311	1,502,311	0	0	0
Federal Funds	(130,686)	0	1,561,709	1,577,565	(146,542)	103,935	(42,607)
Gifts and Grants	128,836	0	48,097	53,013	123,920	1,266	125,186
Contingency Reserve	915,000	35,569	0	3,041	947,528	0	947,528
Textbook and Student Material							
Revolving	196,190	0	177,073	184,944	188,319	50,905	239,224
High School Activity	0	25	116,493	115,802	716	6,408	7,124
District Activity Funds	144,443	0	141,274	124,276	161,441	0	161,441
Bond and Interest Fund	3,444,652	0	2,853,037	2,704,073	3,593,616	0	3,593,616
Capital Projects	395,745	0	66	180,917	214,894	310,944	525,838
	<u>\$ 8,025,449</u>	<u>\$ 35,594</u>	<u>\$ 31,623,083</u>	<u>\$ 32,313,356</u>	<u>\$ 7,370,770</u>	<u>\$ 1,821,280</u>	<u>\$ 9,192,050</u>

Composition of Cash:

Checking and Money Market Accounts
Agency Funds

\$ 9,407,489
(215,439)
\$ 9,192,050

The notes to the financial statement are an integral part of this statement.

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Renwick Unified School District No. 267 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Andale, Colwich, Garden Plain, St. Joe, and St. Marks, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

General Fund-the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds-used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund-used to account for the accumulation of resources, including tax levies, transfers from other funds and for payment of general long-term debt.

Capital Project Fund-used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Agency Funds-funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

Budget and Tax Cycle

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the district is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There was one amendment for the year ended June 30, 2022.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds:

Federal Funds
Contingency Reserve Fund
High School Activity Fund

Gifts and Grants Fund
Textbook and Student Material Revolving Fund
District Activity Funds

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

Note 2 - In Substance Receipt in Transit:

The District received \$596,007 subsequent to June 30, 2022, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

Note 3 - Defined Benefit Pension Plan:

Plan description

The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 15.59% and 14.23%, respectively, for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

Senate Substitute for House Bill 2052 authorized the delay of \$64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of \$6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of \$194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of \$19.4 million starting in fiscal year 2020.

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of \$56 million was paid in fiscal year 2018. This bill also authorized a payment of \$82 million in fiscal year 2019. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of \$115 million for the KPERS School Group. House Substitute for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School Group in fiscal year 2020 of \$51 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,502,311 for the year ended June 30, 2022.

Net Pension Liability

At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was \$11,583,129. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2021. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

Note 4 - Reimbursed Expenditures:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

Note 5 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

Transfer from:	Transfer to:								Total
	Preschool- Aged At-Risk	At Risk (K-12)	Bilingual Education	Virtual Education	Professional Development	Special Education	Career and Postsecondary Education	Textbook and Student Material Revolving	
General Fund	\$ 136,500	\$ 649,899	\$ 638	\$ 47,671	\$ 11,368	\$ 3,528,527	\$ 359,244	\$ 100,000	\$ 4,833,847
Supplemental General Fund	0	210,642	406	0	0	0	0	0	211,048
	<u>\$ 136,500</u>	<u>\$ 860,541</u>	<u>\$ 1,044</u>	<u>\$ 47,671</u>	<u>\$ 11,368</u>	<u>\$ 3,528,527</u>	<u>\$ 359,244</u>	<u>\$ 100,000</u>	<u>\$ 5,044,895</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

Note 6 - Deposits and Investments:

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. The rating of the District's investments is noted above.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was \$9,407,489 and the bank balance was \$10,049,609. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$1,000,000 was covered by federal depository insurance and the remaining \$9,049,609 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

Note 7 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 8 - Postemployment Benefits:

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

The District has adopted an early retirement program.

Under the program, a full-time employee must be at least 57 years of age with 15 or more years with the District and are not be eligible for full social security benefits to elect retirement under the program. Benefits include an annual contribution to a 403(b) account equal to the lesser of .93% of qualifying salary (the sum of the salary base plus the retiree's current step and track compensation) for each year of service in the District, to a maximum of 25.11% or the maximum amount that can be contributed to such an account under Section 415(c) of the Internal Revenue Code. These benefits are available for the lesser of five years, until the employee reaches age 65 or the death of the employee.

It is the policy of the District to record these benefits as expenditures when paid. Total expenditures under the program for the year ended June 30, 2022, was \$112,401 for ten former employees.

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

Note 9 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Note 10 - Capital Projects:

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Expenditures to Date
School Buildings	\$ 30,449,204	\$ 30,234,310

Note 11 - Related Party Transactions:

During the year ended June 30, 2022, the District had related party transactions in conjunction with the Capital Projects. A board member served as the Director of Field Operations for a construction company that was paid \$966,096 for the year ended June 30, 2022.

Note 12 - Long-Term Debt:

Principal payments are due annually for general obligation bonds on November 1. Interest payments are due semi-annually on May 1 and November 1.

Terms for long-term liabilities for the District for the year ended June 30, 2022, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds				
2015 Series	3.00	10/1/2015	\$ 9,605,000	11/1/2029
2016 Series	2.00 - 3.00	11/29/2016	\$ 5,935,000	11/1/2028
2019-A Series	3.00 - 4.00	5/29/2019	\$ 26,220,000	11/1/2038
2019-B Series	3.00 - 3.35	5/29/2019	\$ 1,485,000	11/1/2029
2020-A Series	4.00	3/24/2020	\$ 1,780,000	11/1/2039

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2022

Changes in long-term liabilities for the District for the year ended June 30, 2022, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
2015 Series	\$ 4,425,000	\$ 0	\$ 35,000	\$ 4,390,000	\$ 132,225
2016 Series	4,875,000	0	530,000	4,345,000	138,300
2019-A Series	26,220,000	0	285,000	25,935,000	974,875
2019-B Series	985,000	0	515,000	470,000	22,473
2020-A Series	1,780,000	0	0	1,780,000	71,200
	<u>\$ 38,285,000</u>	<u>\$ 0</u>	<u>\$ 1,365,000</u>	<u>\$ 36,920,000</u>	<u>\$ 1,339,073</u>

Current maturities of long-term debt and interest for the next five years and in five-year increments through maturity are as follows:

	Principal	Interest	Total Principal and Interest
2023	\$ 1,455,000	\$ 1,296,773	\$ 2,751,773
2024	1,540,000	1,251,848	2,791,848
2025	1,635,000	1,204,203	2,839,203
2026	1,730,000	1,151,099	2,881,099
2027	1,840,000	1,091,970	2,931,970
2028 - 2032	9,860,000	4,436,075	14,296,075
2033 - 2037	11,595,000	2,385,650	13,980,650
2038 - 2040	7,265,000	344,123	7,609,123
	<u>\$ 36,920,000</u>	<u>\$ 13,161,741</u>	<u>\$ 50,081,741</u>

Note 13 - Statutory Violation:

The Bond and Interest Fund expenditures exceeded budgeted expenditures by \$27,000 resulting in a violation of K.S.A. 79-2935.

Note 14 - Subsequent Events:

The District has evaluated subsequent events through November 7, 2022, the date which the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	\$ 12,974,205	\$ (381,267)	\$ 365,318	\$ 12,958,256	\$ 12,958,256	\$ 0
Special Purpose Funds						
Supplemental General	4,058,611	0	0	4,058,611	4,058,611	0
Preschool-Aged At-Risk	136,475	0	0	136,475	136,475	0
At Risk (K-12)	865,454	0	0	865,454	828,799	(36,655)
Bilingual Education	6,847	0	0	6,847	1,075	(5,772)
Virtual Education	58,508	0	0	58,508	48,721	(9,787)
Capital Outlay	2,889,727	0	0	2,889,727	2,722,755	(166,972)
Driver Training	67,040	0	0	67,040	36,851	(30,189)
Food Service	1,111,000	0	0	1,111,000	945,409	(165,591)
Professional Development	27,222	0	0	27,222	12,090	(15,132)
Special Education	4,558,950	0	0	4,558,950	3,758,941	(800,009)
Career and Postsecondary Education	392,187	0	0	392,187	359,431	(32,756)
KPERS Contribution	1,800,571	0	0	1,800,571	1,502,311	(298,260)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	1,577,565	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	53,013	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	3,041	XXXXXXXXXX
Textbook and Student Material						
Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	184,944	XXXXXXXXXX
High School Activity	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	115,802	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	124,276	XXXXXXXXXX
Bond and Interest Fund	2,677,073	0	0	2,677,073	2,704,073	27,000
Capital Projects	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	180,917	XXXXXXXXXX
	<u>\$ 31,623,870</u>	<u>\$ (381,267)</u>	<u>\$ 365,318</u>	<u>\$ 31,607,921</u>	<u>\$ 32,313,356</u>	<u>\$ (1,534,123)</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>General Fund</u>	<u>Current Year</u>		<u>Variance -</u> <u>Over (Under)</u>
	<u>Prior Year</u> <u>Actual</u>	<u>Actual</u> <u>Budget</u>	
Cash Receipts			
Local Sources	\$ 305,283	\$ 339,965 \$ 0	\$ 339,965
County Sources	0	25,353 0	25,353
State Sources	11,839,430	12,592,938 12,357,168	235,770
	<u>12,144,713</u>	<u>12,958,256</u> <u>\$12,357,168</u>	<u>\$ 601,088</u>
Expenditures			
Instruction	4,025,047	3,822,297 \$ 4,542,300	\$ (720,003)
Student Support Services	369,144	189,398 373,000	(183,602)
Instructional Support Staff	115,221	103,643 104,900	(1,257)
General Administration	241,452	294,892 210,700	84,192
School Administration	961,591	1,073,228 936,000	137,228
Central Services	326,901	369,675 324,000	45,675
Operations & Maintenance	1,408,944	1,717,994 1,491,800	226,194
Student Transportation Services	495,155	553,282 519,500	33,782
Transfers	4,201,258	4,833,847 4,472,005	361,842
Adjustment to Comply With Legal Max	0	0 (381,267)	381,267
Adjustment for Qualifying Budget Credits	0	0 365,318	(365,318)
	<u>12,144,713</u>	<u>12,958,256</u> <u>\$12,958,256</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	0	
Unencumbered Cash, Beginning	0	0	
Prior Year Canceled Encumbrances	0	0	
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>	

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Supplemental General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,862,615	\$ 1,931,200	\$ 1,736,093	\$ 195,107
County Sources	238,395	244,148	219,525	24,623
State Sources	<u>1,774,815</u>	<u>1,836,521</u>	<u>1,836,521</u>	<u>0</u>
	<u>3,875,825</u>	<u>4,011,869</u>	<u>\$ 3,792,139</u>	<u>\$ 219,730</u>
Expenditures				
Instruction	3,765,027	3,845,556	\$ 3,907,503	\$ (61,947)
General Administration	4,016	2,007	5,388	(3,381)
Transfers	<u>135,082</u>	<u>211,048</u>	<u>145,720</u>	<u>65,328</u>
	<u>3,904,125</u>	<u>4,058,611</u>	<u>\$ 4,058,611</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(28,300)	(46,742)		
Unencumbered Cash, Beginning	294,772	266,472		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 266,472</u>	<u>\$ 219,730</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Preschool-Aged At-Risk Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 93,665	\$ 136,500	\$ 110,000	\$ 26,500
	<u>93,665</u>	<u>136,500</u>	<u>\$ 110,000</u>	<u>\$ 26,500</u>
Expenditures				
Instruction	93,665	136,475	\$ 136,475	\$ 0
	<u>93,665</u>	<u>136,475</u>	<u>\$ 136,475</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	25		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 25</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>At Risk (K-12) Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	\$ 542,316	\$ 860,541	\$ 577,033	\$ 283,508
	<u>542,316</u>	<u>860,541</u>	<u>577,033</u>	<u>283,508</u>
Expenditures				
Instruction	335,863	472,402	\$ 626,421	\$ (154,019)
Student Support Services	206,453	354,130	239,033	115,097
Instructional Support Staff	0	2,100	0	2,100
Central Services	<u>0</u>	<u>167</u>	<u>0</u>	<u>167</u>
	<u>542,316</u>	<u>828,799</u>	<u>\$ 865,454</u>	<u>\$ (36,655)</u>
Receipts Over (Under) Expenditures	0	31,742		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 31,742</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Bilingual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 1,075	\$ 1,044	\$ 6,816	\$ (5,772)
	<u>1,075</u>	<u>1,044</u>	<u>\$ 6,816</u>	<u>\$ (5,772)</u>
Expenditures				
Instruction	1,044	1,075	\$ 6,847	\$ (5,772)
	<u>1,044</u>	<u>1,075</u>	<u>\$ 6,847</u>	<u>\$ (5,772)</u>
Receipts Over (Under) Expenditures	31	(31)		
Unencumbered Cash, Beginning	0	31		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 31</u>	<u>\$ 0</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Virtual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 4,833	\$ 1,050	\$ 0	\$ 1,050
Transfers	149,901	47,671	58,508	(10,837)
	<u>154,734</u>	<u>48,721</u>	<u>\$ 58,508</u>	<u>\$ (9,787)</u>
Expenditures				
Instruction	142,579	47,403	\$ 58,508	\$ (11,105)
School Administration	12,155	1,318	0	1,318
	<u>154,734</u>	<u>48,721</u>	<u>\$ 58,508</u>	<u>\$ (9,787)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Capital Outlay Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 1,161,161	\$ 1,228,914	\$ 1,396,801	\$ (167,887)
County Sources	136,186	143,395	196,168	(52,773)
State Sources	356,014	436,530	436,530	0
	<u>1,653,361</u>	<u>1,808,839</u>	<u>\$ 2,029,499</u>	<u>\$ (220,660)</u>
Expenditures				
Instruction	198,955	477,349	\$ 459,727	\$ 17,622
Instructional Support Staff	0	0	50,000	(50,000)
Central Services	71,634	26,271	125,000	(98,729)
Operations & Maintenance	801,188	2,049,334	1,405,000	644,334
Transportation	0	161,200	200,000	(38,800)
Facility Acquisition & Construction Services	13,504	8,601	650,000	(641,399)
Debt Service	0	0	0	0
	<u>1,085,281</u>	<u>2,722,755</u>	<u>\$ 2,889,727</u>	<u>\$ (166,972)</u>
Receipts Over (Under) Expenditures	568,080	(913,916)		
Unencumbered Cash, Beginning	1,207,775	1,775,855		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,775,855</u>	<u>\$ 861,939</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Driver Training Fund</u>	<u>Current Year</u>		<u>Variance -</u> <u>Over (Under)</u>
	<u>Prior Year</u> <u>Actual</u>	<u>Actual</u> <u>Budget</u>	
Cash Receipts			
Local Sources	\$ 19,460	\$ 22,460 \$ 22,000	\$ 460
State Sources	<u>11,832</u>	<u>12,688</u> <u>15,000</u>	<u>(2,312)</u>
	<u>31,292</u>	<u>35,148</u> <u>\$ 37,000</u>	<u>\$ (1,852)</u>
Expenditures			
Instruction	43,060	34,654 \$ 61,540	\$ (26,886)
Vehicle Operations, Maintenance	<u>3,156</u>	<u>2,197</u> <u>5,500</u>	<u>(3,303)</u>
Services	<u>46,216</u>	<u>36,851</u> <u>\$ 67,040</u>	<u>\$ (30,189)</u>
Receipts Over (Under) Expenditures	(14,924)	(1,703)	
Unencumbered Cash, Beginning	73,834	58,910	
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>	
Unencumbered Cash, Ending	<u>\$ 58,910</u>	<u>\$ 57,207</u>	

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Food Service Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 118,443	\$ 59,952	\$ 132,625	\$ (72,673)
State Sources	10,889	9,251	8,280	971
Federal Sources	924,792	1,206,320	1,014,000	192,320
	<u>1,054,124</u>	<u>1,275,523</u>	<u>\$ 1,154,905</u>	<u>\$ 120,618</u>
Expenditures				
Food Service Operations	929,664	945,409	\$ 1,111,000	\$ (165,591)
	<u>929,664</u>	<u>945,409</u>	<u>\$ 1,111,000</u>	<u>\$ (165,591)</u>
Receipts Over (Under) Expenditures	124,460	330,114		
Unencumbered Cash, Beginning	0	124,460		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 124,460</u>	<u>\$ 454,574</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Professional Development Fund</u>	<u>Current Year</u>		<u>Variance -</u> <u>Over (Under)</u>
	<u>Prior Year</u> <u>Actual</u>	<u>Actual</u> <u>Budget</u>	
Cash Receipts			
Local Sources	\$ 1,215	\$ 0 \$ 1,500	\$ (1,500)
State Sources	2,597	0 0	0
Transfers	10,850	11,368 25,000	(13,632)
	<u> 14,662</u>	<u> 11,368</u> <u>\$ 26,500</u>	<u>\$ (15,132)</u>
Expenditures			
Instructional Support Staff	13,940	12,090 \$ 27,222	\$ (15,132)
	<u> 13,940</u>	<u> 12,090</u> <u>\$ 27,222</u>	<u>\$ (15,132)</u>
Receipts Over (Under) Expenditures	722	(722)	
Unencumbered Cash, Beginning	0	722	
Prior Year Canceled Encumbrances	<u> 0</u>	<u> 0</u>	
Unencumbered Cash, Ending	<u>\$ 722</u>	<u>\$ 0</u>	

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Special Education Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 570,043	\$ 187,443	\$ 5,000	\$ 182,443
Federal Sources	29,714	0	40,000	(40,000)
Transfers	<u>2,988,368</u>	<u>3,528,527</u>	<u>3,448,368</u>	<u>80,159</u>
	<u>3,588,125</u>	<u>3,715,970</u>	<u>\$ 3,493,368</u>	<u>\$ 222,602</u>
Expenditures				
Instruction	2,868,483	3,594,267	\$ 4,382,050	\$ (787,783)
Central Services	0	352	0	352
Student Transportation Services	<u>128,699</u>	<u>164,322</u>	<u>176,900</u>	<u>(12,578)</u>
	<u>2,997,182</u>	<u>3,758,941</u>	<u>\$ 4,558,950</u>	<u>\$ (800,009)</u>
Receipts Over (Under) Expenditures	590,943	(42,971)		
Unencumbered Cash, Beginning	113,689	704,632		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 704,632</u>	<u>\$ 661,661</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

Career and Postsecondary Education Fund	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 379,987	\$ 359,244	\$ 392,000	\$ (32,756)
	<u>379,987</u>	<u>359,244</u>	<u>\$ 392,000</u>	<u>\$ (32,756)</u>
Expenditures				
Instruction	379,812	359,431	\$ 392,187	\$ (32,756)
	<u>379,812</u>	<u>359,431</u>	<u>\$ 392,187</u>	<u>\$ (32,756)</u>
Receipts Over (Under) Expenditures	175	(187)		
Unencumbered Cash, Beginning	0	187		
Prior Year Canceled Encumbrances	<u>12</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 187</u>	<u>\$ 0</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>KPERS Contribution Fund</u>	<u>Current Year</u>		<u>Variance -</u> <u>Over (Under)</u>
	<u>Prior Year</u> <u>Actual</u>	<u>Actual</u> <u>Budget</u>	
Cash Receipts			
State Sources	<u>\$ 1,461,503</u>	<u>\$ 1,502,311</u> <u>\$ 1,800,571</u>	<u>\$ (298,260)</u>
	<u>1,461,503</u>	<u>1,502,311</u> <u>\$ 1,800,571</u>	<u>\$ (298,260)</u>
Expenditures			
Instruction	896,339	989,422 \$ 1,104,289	\$ (114,867)
Student Support Services	69,081	79,773 85,107	(5,334)
Instructional Support Staff	20,443	22,234 25,185	(2,951)
General Administration	42,968	33,051 52,937	(19,886)
School Administration	138,786	118,682 170,984	(52,302)
Central Services	35,684	24,037 43,963	(19,926)
Operations and Maintenance	148,831	113,575 183,660	(70,085)
Student Transportation Services	56,605	63,548 69,737	(6,189)
Food Service	<u>52,766</u>	<u>57,989</u> <u>64,709</u>	<u>(6,720)</u>
	<u>1,461,503</u>	<u>1,502,311</u> <u>\$ 1,800,571</u>	<u>\$ (298,260)</u>
Receipts Over (Under) Expenditures	0	0	
Unencumbered Cash, Beginning	0	0	
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>	
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>	

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Bond and Interest Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,995,098	\$ 2,096,604	\$ 1,961,137	\$ 135,467
County Sources	253,626	262,154	235,358	26,796
State Sources	436,735	494,279	495,000	(721)
	<u>2,685,459</u>	<u>2,853,037</u>	<u>\$ 2,691,495</u>	<u>\$ 161,542</u>
Expenditures				
Debt Service	<u>2,422,465</u>	<u>2,704,073</u>	<u>\$ 2,677,073</u>	<u>\$ 27,000</u>
	<u>2,422,465</u>	<u>2,704,073</u>	<u>\$ 2,677,073</u>	<u>\$ 27,000</u>
Receipts Over (Under) Expenditures	262,994	148,964		
Unencumbered Cash, Beginning	3,181,658	3,444,652		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 3,444,652</u>	<u>\$ 3,593,616</u>		

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>Federal Funds</u>	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	\$ 868,515	\$ 1,561,709
	<u>868,515</u>	<u>1,561,709</u>
Expenditures		
Instruction	535,671	1,383,879
Student Support Services	0	64,822
Instructional Support Staff	0	16,358
General Administration	0	7,515
School Administration	0	47,245
Central Services	0	3,764
Operations & Maintenance	0	24,113
Transportation	0	21,254
Food Service	0	8,615
	<u>535,671</u>	<u>1,577,565</u>
Receipts Over (Under) Expenditures	332,844	(15,856)
Unencumbered Cash, Beginning	(464,430)	(130,686)
Prior Year Canceled Encumbrances	<u>900</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ (130,686)</u>	<u>\$ (146,542)</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 8,844	\$ 15,097
State Sources	16,500	16,500
Federal Sources	<u>16,500</u>	<u>16,500</u>
	<u>41,844</u>	<u>48,097</u>
 Expenditures		
Instruction	<u>71,216</u>	<u>53,013</u>
	<u>71,216</u>	<u>53,013</u>
 Receipts Over (Under) Expenditures	(29,372)	(4,916)
 Unencumbered Cash, Beginning	158,170	128,836
 Prior Year Canceled Encumbrances	<u>38</u>	<u>0</u>
 Unencumbered Cash, Ending	<u>\$ 128,836</u>	<u>\$ 123,920</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	\$ 170,178	\$ 0
	<u>170,178</u>	<u>0</u>
Expenditures		
Operations & Maintenance	109,641	3,041
	<u>109,641</u>	<u>3,041</u>
Receipts Over (Under) Expenditures	60,537	(3,041)
Unencumbered Cash, Beginning	854,463	915,000
Prior Year Canceled Encumbrances	<u>0</u>	<u>35,569</u>
Unencumbered Cash, Ending	<u>\$ 915,000</u>	<u>\$ 947,528</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

Textbook and Student Material		
<u>Revolving Fund</u>		
	Prior Year	Current Year
	<u>Actual</u>	<u>Actual</u>
Cash Receipts		
Local Sources	\$ 67,543	\$ 77,073
Transfers	<u>0</u>	<u>100,000</u>
	<u>67,543</u>	<u>177,073</u>
Expenditures		
Instruction	<u>6,327</u>	<u>184,944</u>
	<u>6,327</u>	<u>184,944</u>
Receipts Over (Under) Expenditures	61,216	(7,871)
Unencumbered Cash, Beginning	128,313	196,190
Prior Year Canceled Encumbrances	<u>6,661</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 196,190</u>	<u>\$ 188,319</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

<u>High School Activity Fund</u>		
	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Local Sources	\$ 121,680	\$ 116,493
	<u>121,680</u>	<u>116,493</u>
Expenditures		
Instruction	<u>124,374</u>	<u>115,802</u>
	<u>124,374</u>	<u>115,802</u>
Receipts Over (Under) Expenditures	(2,694)	691
Unencumbered Cash, Beginning	2,694	0
Prior Year Canceled Encumbrances	<u>0</u>	<u>25</u>
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 716</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - CAPITAL PROJECTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Bond Interest	\$ 13,907	\$ 66
	<u>13,907</u>	<u>66</u>
Expenditures		
Facility Acquisition & Construction	1,130,020	180,917
Services	<u>1,130,020</u>	<u>180,917</u>
Receipts Over (Under) Expenditures	(1,116,113)	(180,851)
Unencumbered Cash, Beginning	1,510,367	395,745
Prior Year Canceled Encumbrances	<u>1,491</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 395,745</u>	<u>\$ 214,894</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Andale High School				
"A" Club	\$ 17,464	\$ 66,014	\$ 58,587	\$ 24,891
AHS Faculty Courtesy	292	198	229	261
All Sports-Pass	1,602	550	2,152	0
Art Club	30	0	0	30
Band Club	2,802	1,988	2,393	2,397
FFA Club	16,818	57,655	60,140	14,333
Baseball Club	1,118	6,656	6,269	1,505
Basketball/Other	0	50	50	0
Basketball Boys Club	2,054	5,021	4,963	2,112
Basketball Girls Club	433	0	347	86
Bowling	903	262	476	689
Cheerleading	4,022	10,042	13,988	76
Choir Club	859	1,354	1,669	544
College and Career	261	0	0	261
Concessions	283	7,777	8,003	57
Cross Country Club	1,260	0	100	1,160
Dance Team	3,405	11,214	11,442	3,177
Donations	374	2,245	2,418	201
Drama Club	2,402	34,507	29,085	7,824
Carpentry/Other	0	12	0	12
FBLA	192	664	321	535
FCA Club	519	0	0	519
Fall Musical Club	6,785	0	6,785	0
Food Club	10,407	1,840	3,095	9,152
Football Club	3,943	26,577	25,582	4,938
Foreign Language Club	15	0	0	15
Golf/Other	1,046	3,997	2,701	2,342
Library Club	2,024	427	315	2,136
National Honor Society	454	509	605	358
	<u>81,767</u>	<u>239,559</u>	<u>241,715</u>	<u>79,611</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Andale High School (Continued)				
Odyssey of the Mind	65	0	26	39
Pop Machines	576	0	428	148
Robotics Club	756	0	526	230
SADD	3	965	581	387
Sales Tax/Other	0	5,163	5,163	0
Monthly Interest	31	32	0	63
Scholars Bowl Club	144	0	0	144
Shop Club	3,557	12,486	13,009	3,034
Softball Club	3,163	0	127	3,036
Special Projects	314	411	415	310
Stuco	5,008	1,990	2,689	4,309
Stuco Special Projects	346	0	0	346
Tech Club	12	0	12	0
The Tribe/Other/The Tribe	277	1,775	1,799	253
Track Club	11,961	7,105	7,388	11,678
Volleyball Club	949	10,937	11,172	714
Weightlifting Club	57	0	0	57
Wrestling Club	4,478	671	2,340	2,809
Yearbook	5,768	13,620	19,035	353
Gate - Bsbl/Sftb/Other	0	5,828	5,828	0
Gate - BBall/Other	0	14,173	14,173	0
Gate - Football/Other	0	24,686	24,686	0
Gate - VB/Other	0	3,751	3,751	0
Class of 2021	4,716	0	0	4,716
Class of 2022	230	0	139	91
Class of 2023	519	7,193	6,699	1,013
Class of 2024	161	529	146	544
Class of 2025	0	375	0	375
	<u>124,858</u>	<u>351,249</u>	<u>361,847</u>	<u>114,260</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Garden Plain High School				
Clay Target Shooting	3,028	1,144	1,547	2,625
Purchases	188	431	436	183
Drama Club	3,854	3,127	4,680	2,301
Forensics	1,289	0	106	1,183
Scholar's Bowl	933	307	175	1,065
National Honor Society	146	360	198	308
Tech Ed Club	494	10,867	10,867	494
SADD/SAFE	2,383	879	636	2,626
Stuco	1,421	5,306	4,045	2,682
Kays	2,192	2,209	1,836	2,565
Building Fund	1,298	3,835	3,037	2,096
Entrepreneurship	1,468	28,123	28,531	1,060
Art Club	373	1,856	1,027	1,202
Band/Choir	2,297	2,660	4,237	720
Acc. Reader	2,833	529	1,593	1,769
FACs	1,384	1,686	454	2,616
Science Club	40	0	0	40
Shop Club	1,247	9,712	10,456	503
Spanish Club	18	0	0	18
Robotics/Other	0	6,305	835	5,470
Yearbook Club	19,122	7,945	9,218	17,849
Class of 2020	413	0	413	0
Class of 2021	1,701	0	1,701	0
Class of 2022	1,847	285	2,132	0
Class of 2023	4,514	11,484	13,430	2,568
Class of 2024	671	3,090	635	3,126
Class of 2025	0	2,637	615	2,022
Class of 2026	0	219	0	219
	<u>55,154</u>	<u>104,996</u>	<u>102,840</u>	<u>57,310</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Garden Plain High School (Continued)				
Athletic Club	9,029	9,217	8,350	9,896
Wrestling Meet	4,602	3,101	2,300	5,403
Track Club	1,423	5,012	3,922	2,513
Track Meet	0	300	0	300
Volleyball Tournaments	625	98	325	398
Volleyball Club	1,223	6,043	4,700	2,566
Girls Basketball Club	1,118	6,519	6,170	1,467
Cheerleading Club	2,175	9,850	9,792	2,233
Dance Team	1,634	11,230	11,452	1,412
Football Club	11,324	29,529	30,067	10,786
Boys Basketball Club	1,073	2,321	2,120	1,274
GPHS BB Classic	4,254	879	161	4,972
Wrestling Club	960	1,484	1,795	649
Football Gate Receipts	0	7,806	7,806	0
Volleyball Gate Receipts	0	2,647	2,647	0
Basketball Gate Receipts	0	10,579	10,579	0
	<u>94,594</u>	<u>211,611</u>	<u>205,026</u>	<u>101,179</u>
 Total Agency Funds	 <u>\$ 219,452</u>	 <u>\$ 562,860</u>	 <u>\$ 566,873</u>	 <u>\$ 215,439</u>

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

Fund	Beginning	Prior Year			Ending	Add	Ending Cash
	Unencumbered	Canceled	Cash Receipts	Expenditures	Unencumbered	Encumbrances and Accounts Payable	
	Cash Balance	Encumbrances			Cash Balance		Balance
School Projects							
Garden Plain High School	\$ 7,724	\$ 0	\$ 9,530	\$ 3,618	\$ 13,636	\$ 0	\$ 13,636
Andale High School	1,339	0	1	0	1,340	0	1,340
Andale Elementary	12,314	0	25,408	21,593	16,129	0	16,129
Garden Plain Elementary	78,649	0	39,285	46,048	71,886	0	71,886
St Marks Elementary	11,387	0	43,199	23,581	31,005	0	31,005
Colwich Elementary School	33,030	0	23,851	29,436	27,445	0	27,445
Total District Activity Funds	<u>\$ 144,443</u>	<u>\$ 0</u>	<u>\$ 141,274</u>	<u>\$ 124,276</u>	<u>\$ 161,441</u>	<u>\$ 0</u>	<u>\$ 161,441</u>

FEDERAL AWARD INFORMATION



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE
FINANCIAL STATEMENT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING
STANDARDS**

**Board of Education
Renwick Unified School District No. 267
Andale, Kansas**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Renwick Unified School District No. 267, Andale, Kansas**, as of and for the year ended **June 30, 2022**, and the related notes to the financial statement, which collectively comprise **Renwick Unified School District No. 267, Andale, Kansas'** basic financial statement, and have issued our report thereon dated November 7, 2022. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Renwick Unified School District No. 267, Andale, Kansas'** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Renwick Unified School District No. 267, Andale, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Renwick Unified School District No. 267, Andale, Kansas'** internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

**Board of Education
Renwick Unified School District No. 267**

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

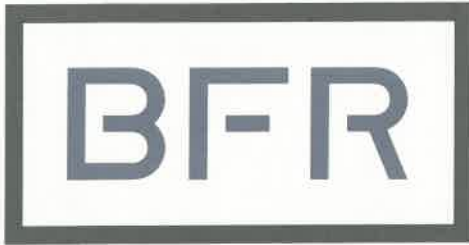
As part of obtaining reasonable assurance about whether **Renwick Unified School District No. 267, Andale, Kansas'** financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
November 7, 2022



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

**Board of Education
Renwick Unified School District No. 267
Andale, Kansas**

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Renwick Unified School District No. 267, Andale, Kansas'** compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on **Renwick Unified School District No. 267, Andale, Kansas'** major federal program for the year ended **June 30, 2022**. **Renwick Unified School District No. 267, Andale, Kansas'** major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, **Renwick Unified School District No. 267, Andale, Kansas** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended **June 30, 2022**.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **Renwick Unified School District No. 267, Andale, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of **Renwick Unified School District No. 267, Andale, Kansas'** compliance with the compliance requirements referred to above.

**Board of Education
Renwick Unified School District No. 267**

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to **Renwick Unified School District No. 267, Andale, Kansas'** major federal program.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on **Renwick Unified School District No. 267, Andale, Kansas'** compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **Renwick Unified School District No. 267, Andale, Kansas'** compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding **Renwick Unified School District No. 267, Andale, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **Renwick Unified School District No. 267, Andale, Kansas'** internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of **Renwick Unified School District No. 267, Andale, Kansas'** internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Board of Education
Renwick Unified School District No. 267**

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a major federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a major federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a major federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weakness or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the result of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
November 7, 2022

RENWICK UNIFIED SCHOOL DISTRICT NO. 267
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

Grant Title	Assistance Listing Number	Program Amount	Unencumbered Cash 7/1/2021	Receipts	Expenditures	Unencumbered Cash 6/30/2022
<u>(Passes Through Kansas Department of Education)</u>						
Department of Agriculture						
Child Nutrition Cluster-Cluster						
School Breakfast Program	10.553	\$ 223,556	\$ 0	\$ 223,556	\$ 223,556	\$ 0
National School Lunch Program	10.555	921,700	0	921,700	663,790	257,910
Summer Food Service Program for Children	10.559	60,450	0	60,450	60,450	0
		<u>1,205,706</u>	<u>0</u>	<u>1,205,706</u>	<u>947,796</u>	<u>257,910</u>
State Pandemic Electronic Benefit Transfer Administrative Costs Grants	10.649	614	0	614	614	0
		<u>1,206,320</u>	<u>0</u>	<u>1,206,320</u>	<u>948,410</u>	<u>257,910</u>
Department of Education						
Title I Grants to Local Education Agencies	84.010	120,215	0	120,215	120,215	0
Supporting Effective Instruction State Grants	84.367	37,648	0	37,648	37,648	0
Student Support and Academic Enrichment Program	84.424	16,107	0	16,107	16,107	0
Covid-19 Education Stabilization Fund	84.425D	1,681,519	(130,686)	1,295,434	1,296,493	(131,745)
		<u>1,855,489</u>	<u>(130,686)</u>	<u>1,469,404</u>	<u>1,470,463</u>	<u>(131,745)</u>
Department of Health and Human Services						
Epidemiology and Laboratory Capacity for Infectious Diseases TANF Cluster-Cluster	93.323	80,989	0	80,989	95,786	(14,797)
Temporary Assistance for Needy Families State Programs	93.558	16,500	0	16,500	16,500	0
		<u>97,489</u>	<u>0</u>	<u>97,489</u>	<u>112,286</u>	<u>(14,797)</u>
<u>(Passes Through Southeast Kansas Education Service Center)</u>						
Department of Education						
Career and Technical Education - Basic Grants to States	84.048	11,316	0	11,316	11,316	0
Total Federal Awards		<u>\$ 3,170,614</u>	<u>\$ (130,686)</u>	<u>\$ 2,784,529</u>	<u>\$ 2,542,475</u>	<u>\$ 111,368</u>

The accompanying notes are an integral part of this schedule.

RENWICK UNITED SCHOOL DISTRICT NO. 267
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Renwick United School District No. 267, Andale, Kansas**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

**RENWICK UNITED SCHOOL DISTRICT NO. 267
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022**

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement of **Renwick United School District No. 267, Andale, Kansas**.
2. No significant deficiencies or material weaknesses were reported in the Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statement of **Renwick United School District No. 267, Andale, Kansas**, were disclosed during the audit.
4. No significant deficiencies or material weakness were reported in the Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.
5. The independent auditors' report on compliance for the major federal award program for **Renwick United School District No. 267, Andale, Kansas**, expresses an unmodified opinion on the major federal program.
6. There were no audit findings relative to the major federal award programs for **Renwick United School District No. 267, Andale, Kansas**.
7. The program tested as a major program was:

Covid-19 Education Stabilization Fund	84.425D
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8. The threshold for distinguishing Types A and B programs was \$750,000.
9. **Renwick United School District No. 267, Andale, Kansas**, was determined not to be a low-risk auditee.

**RENWICK UNITED SCHOOL DISTRICT NO. 267
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022**

There are no prior audit findings.