# UNIFIED SCHOOL DISTRICT NO. 338

## Valley Falls, Kansas

## Financial Statements

## For the Year Ended June 30, 2023

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UNIFIED SCHOOL DISTRICT NO. 338
Financial Statements
For the Year Ended June 30, 2023

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GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

# INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 338
Valley Falls, Kansas

## *Adverse and Unmodified Opinions*

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 338, (the District), Valley Falls, Kansas, as of and for the year ended June 30, 2023, and the related notes to the financial statement.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis of 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 the District as of June 30, 2023, or the 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 the District as of June 30, 2023, 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 (GAAS), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statement" section of our report. We are required to be independent of the District, 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 opinions.

*Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As discussed in Note 1 of the financial statement, the financial statement is prepared by the District 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 this 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 the District's 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.

***Auditor's 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 auditor's 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 GAAS 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 GAAS, we:

- 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 District's 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 about the District's 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, summary of receipts and disbursements-agency funds and the schedule of regulatory basis receipts and expenditures-district activity funds (Schedules 1, 2, 3 and 4) as listed in the table of contents) are presented for 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*. 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 United States of America. In our opinion, the 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.

***Other Matter***

The 2022 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2023 (Schedule 2 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 338, (the District), Valley Falls, Kansas as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated December 1, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 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/municipalservices. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2023 (Schedule 2 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 2022 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 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 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 2022 basic financial statement or to the 2022 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 2022 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, 2022, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

February 20, 2024

UNIFIED SCHOOL DISTRICT NO. 338
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

| Fund | Beginning Unencumbered Cash Balance | Prior Year Adjustment | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|---|
| General Funds: | | | | | | | |
| General | $ - | $ - | $ 3,753,236 | $ 3,753,236 | $ - | $ 3,383 | $ 3,383 |
| Supplemental General | 79,623 | - | 1,284,701 | 1,284,508 | 79,816 | 9,752 | 89,568 |
| Special Purpose Funds: | | | | | | | |
| At Risk (4 yr old) | 7,879 | - | 47,473 | 45,222 | 10,130 | - | 10,130 |
| At Risk (K-12) | 24,282 | - | 379,041 | 361,466 | 41,857 | 14,078 | 55,935 |
| Capital Outlay | 140,645 | - | 532,643 | 348,745 | 324,543 | 800 | 325,343 |
| Driver Training | 9,085 | - | 6,630 | 1,098 | 14,617 | 98 | 14,715 |
| Food Service | 87,606 | - | 220,408 | 247,583 | 60,431 | - | 60,431 |
| Professional Development | 5,733 | - | 24,751 | 22,469 | 8,015 | - | 8,015 |
| Special Education | 74,241 | - | 800,005 | 777,391 | 96,855 | - | 96,855 |
| Vocational Education | 25,022 | - | 202,700 | 192,722 | 35,000 | - | 35,000 |
| Community Learning Center | 11,146 | - | 8,108 | 12,596 | 6,658 | - | 6,658 |
| Textbook Rental | 43,172 | - | 12,859 | 7,344 | 48,687 | 3,114 | 51,801 |
| Contingency Reserve | 284,828 | - | 24,719 | - | 309,547 | - | 309,547 |
| Grants | 5,231 | - | 113,868 | 127,125 | [8,026] | 3,322 | [4,704] |
| KPERS Special Retirement Contribution | - | - | 380,152 | 380,152 | - | - | - |
| Gifts and Grants | 11,678 | - | 11,754 | 7,823 | 15,609 | - | 15,609 |
| Recreation Commission | 108,504 | - | 59,714 | 22,707 | 145,511 | - | 145,511 |
| District Activity | 28,172 | - | 68,370 | 53,987 | 42,555 | - | 42,555 |
| Self-Funded Insurance | 229,309 | - | 1,085,132 | 1,067,361 | 247,080 | - | 247,080 |
| Bond and Interest Fund: | | | | | | | |
| Bond and Interest | - | - | - | - | - | - | - |
| Bond and Interest #2 | 591,589 | - | 434,528 | 338400 | 687,717 | - | 687,717 |
| Capital Project Fund: | | | | | | | |
| Bond Construction 2021 | 2,588,000 | - | 5,265 | 2,291,053 | 302,212 | 329,710 | 631,922 |
| Totals | $ 4,355,745 | $ - | $ 9,456,057 | $ 11,342,988 | $ 2,468,814 | $ 364,257 | $ 2,833,071 |

Composition of Cash

| | | |
|---|---|---|
| Kendall State Bank | Checking - NOW Account | $ 329,990 |
| | Money Market | 2,201,181 |
| | Certificates of Deposit | 12,265 |
| | Checking - Self Funded Health Ins | 247,080 |
| | Checking - High School Activity | 98,291 |
| | Checking - Elementary Activity | 58,310 |
| | Subtotal | 2,947,117 |
| | Agency Funds per Statement 3 | [114,046] |
| | Total Reporting Entity | $ 2,833,071 |

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

## NOTE 1 - Summary of Significant Accounting Policies

### Reporting Entity

Unified School District No. 338 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

### Reimbursed Expenses

Expenditures in the amount of $18,590 and $36,938 are classified as reimbursed expenses in the General Fund and Supplemental General Fund, respectively. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee,
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

### Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The *Kansas Municipal Auditing and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, and 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.

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

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

### Fund Descriptions

The following types of funds comprise the financial activities of the District for the year ended June 30, 2023:

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Projects 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 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.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Agency Fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, student organization, etc.).

Budgetary Information

Kansas statues require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statue), bond and interest funds, and business funds. Although directory rather than mandatory, the statues 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 the local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
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 District did hold a revenue neutral rate hearing for this year.

The statues 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 the publication the hearing may be held and the governing body may amend the budget at that time. The budget for the year ended June 30, 2023, was not amended.

The statues permit transferring budgeted amounts between line items within an individual fund. However, such statues prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements 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 which cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for 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 agency funds or capital project funds, or the following special purpose funds: Community Learning Center, Textbook Rental, Contingency Reserve, District Activity, and Self-Funded Insurance.

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

NOTE 2 - Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statue 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.

NOTE 2 - Deposits and Investments (Continued)

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not 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 District, 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, 2023. The District has no designated "peak periods."

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not 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 District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured as of June 30, 2023. The District has no designated "peak periods."

As of June 30, 2023, the District's carrying amount of deposits was $2,947,117 and the bank balance was $3,140,593. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the balance of $2,890,593 was collateralized with securities held by the pledging financial institutions' agents in the Districts name.

*Investments*. 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. As of June 30, 2023, the District held no investments.

*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.

NOTE 3 - Interfund Transactions

Transfers were as follows:

| From | To | Regulatory Authority | Amount |
|---|---|---|---|
| General | At Risk (K-12) | K.S.A. 72-6478 | $ 283,976 |
| General | Capital Outlay | K.S.A. 72-6478 | 100,000 |
| General | Special Education | K.S.A. 72-6478 | 569,708 |
| General | Contingency Reserve | K.S.A. 72-6478 | 24,719 |
| Supplemental General | At Risk (K-12) | K.S.A. 72-6478 | 95,065 |
| Supplemental General | At Risk (4 yr old) | K.S.A. 72-6478 | 34,116 |
| Supplemental General | Professional Development | K.S.A. 72-6478 | 23,711 |
| Supplemental General | Special Education | K.S.A. 72-6478 | 210,666 |
| Supplemental General | Vocational Education | K.S.A. 72-6478 | 194,394 |
| Total | | | $ 1,536,354 |

NOTE 4 - Employee Health Care

The District has established a program to pay medical claims of covered current and former District employees and additional health insurance premiums. Liabilities are reported when it is probable that claims have been incurred and the amount of the liability can be reasonably estimated. An excess coverage insurance policy covers individual claims over a certain amount. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

NOTE 5 - 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 establishes 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 contribution rates are withheld by their employer and paid to KPERS according to 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 14.20% and 13.33%, respectively for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88 % and 13.11% for the fiscal year ended June 30, 2023.

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.

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.

NOTE 5 - Defined Benefit Pension Plan (Continued)

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Years 2022 and 2023. Fiscal Year 2022 was recertified from 14.09% to 13.33% and Fiscal Year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred to KPERS. In Fiscal year 2023, Senate Bill 421 authorizes two additional transfers which total $271 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 $380,152 for the year ended June 30, 2023.

*Net Pension Liability.* At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $3,708,682. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. 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, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 6 - Compensated Absences

A certified staff member qualifying for retirement shall be paid $95 per day for each day of unused accumulated leave after their last day of employment with the District.

Upon 10 consecutive years of employment in the District, classified employees are entitled to be paid for any accumulated sick leave greater than 50 days at a rate of $58 per day. A classified staff member qualifying for retirement shall be paid $58 per day for each day of accumulated sick leave after their last day of employment with the District.

At June 30, 2023, the liability for accrued leave pay was $5,490.

NOTE 7 - Early Retirement Benefit

In 2019-20, teachers who had been employed with the school district for 25 years and were eligible to retire from KPERS by June 2020, had the option to remain under the provisions of the previous retirement plan. Retiring teachers received a District paid single membership in the health and dental insurance plans, for teachers that were previously enrolled in the plans, through the last month of the employee's sixty-fourth (64) year of age. Two teachers were grandfathered into this early retirement benefit and currently receive that benefit.

The cost of this plan for the year ended June 30, 2023 was $25,550.

NOTE 7 - Early Retirement Benefit (Continued)

The retirement benefit is not funded but is to be paid from each year's operating budget. The benefits due under the 2019-2020 grandfathered plan are as follows:

| Year | Total Due |
|---|---|
| 2023-24 | $ 25,550 |
| 2024-25 | 25,550 |
| 2025-26 | 22,328 |
| 2026-27 | 12,661 |
| 2027-28 | 11,606 |
| Total | $ 97,694 |

Effective with the 2020-21 school year, retiring teachers will have the opportunity to stay in the district's health insurance plan until the age of 65, provided the retiring teacher pays their own premiums. The retiring teacher must have been participating in the district's group health insurance plan for five consecutive school years prior to the date of retirement.

NOTE 8 - Contingency

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on these financial statements of the District.

NOTE 9 - 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; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 10 - Long-Term Debt

The following table summarizes changes in long-term debt for the year ended June 30, 2023:

| Type of Issue | Beginning Principal Outstanding | Additions to Principal | Reductions of Principal | Principal Outstanding June 30, 2023 | Interest Paid |
|---|---|---|---|---|---|
| To Be Paid With Tax Levies: | | | | | |
| General Obligation Bonds | $ 4,730,000 | $ - | $ 215,000 | $ 4,515,000 | $ 123,400 |
| Finance Leases | 564,955 | - | 72,740 | 492,216 | 12,889 |
| Total | $ 5,294,955 | $ - | $ 287,740 | $ 5,007,216 | $ 136,289 |

NOTE 10 - Long-Term Debt (Continued)

Following is a detailed listing of the District's outstanding general obligation bonds as of June 30, 2023:

| Debt Issue | Date Issued | Interest Rate | Maturity Date | Original Amount | Outstanding Amount |
|---|---|---|---|---|---|
| Series 2021 GO Refunding Bonds | 7/29/2021 | 2.00% | 9/1/2028 | $ 1,630,000 | $ 1,415,000 |
| Series 2021-B GO Bonds | 12/29/2021 | 2.00 to 3.00% | 9/1/2042 | 3,100,000 | 3,100,000 |
| | | | | | $ 4,515,000 |

Annual debt service requirements to maturity for general obligation bonds to be paid with tax levies:

| Year Ending June 30, | Principal Due | Interest Due | Total Due |
|---|---|---|---|
| 2024 | $ 225,000 | $ 105,344 | $ 330,344 |
| 2025 | 230,000 | 100,794 | 330,794 |
| 2026 | 235,000 | 96,144 | 331,144 |
| 2027 | 240,000 | 91,394 | 331,394 |
| 2028 | 240,000 | 86,594 | 326,594 |
| 2029 -2033 | 1,015,000 | 380,869 | 1,395,869 |
| 2034 - 2038 | 1,100,000 | 233,044 | 1,333,044 |
| 2039 - 2043 | 1,230,000 | 91,153 | 1,321,153 |
| | $ 4,515,000 | $ 1,185,335 | $ 5,700,335 |

*Legal Debt Margin*. The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding August 25. The ratio of net bonded debt to the assessed valuation as of June 30, 2022, was 17.00%. The District obtained permission from the Kansas State Board of Education to issue bonds in excess of its statutory limit.

The District's general obligation bond issues are subject to the arbitrage provisions of Section 148 of the Internal Revenue Code. These provisions include the potential for rebates to the Federal Government of the earnings on the bond proceeds in excess of the yield on the bonds. The amounts of any future rebates due on other bonds or temporary notes have not been determined.

*Finance Leases.* The following table details the District's outstanding finance lease as of June 30, 2023:

| Debt Issue | Date Issued | Interest Rate | Maturity Date | Original Amount | Outstanding Amount |
|---|---|---|---|---|---|
| 2019 Energy Solutions | 12/13/2019 | 2.594% | 12/13/2029 | $ 662,440 | $ 449,733 |
| 2022 Canon Copiers | 5/24/2022 | 0.000% | 8/31/2027 | 52,479 | 42,483 |
| | | | | $ 714,919 | $ 492,216 |

Annual debt service requirements to maturity for finance leases to be paid with tax levies:

NOTE 10 - Long-Term Debt (Continued)

| Year Ending June 30, | Principal Due | Interest Due | Total Due |
|---|---|---|---|
| 2024 | $ 74,378 | $ 11,251 | $ 85,629 |
| 2025 | 76,059 | 9,570 | 85,629 |
| 2026 | 77,784 | 7,846 | 85,629 |
| 2027 | 79,553 | 6,076 | 85,629 |
| 2028 | 73,872 | 4,260 | 85,629 |
| 2029 - 2030 | 110,569 | 2,881 | 113,450 |
| Total | $ 492,216 | $ 41,883 | $ 534,099 |

NOTE 11 - Other Long-Term Obligations from Operations

*Other Post Employment 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 this 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.

*Death and Disability Other Post-Employment Benefits.* As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2023.

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UNIFIED SCHOOL DISTRICT NO. 338
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

| Fund | Certified Budget | Adjustment to Comply with Legal Max Budget | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Over [Under] |
|---|---|---|---|---|---|---|
| General Funds: | | | | | | |
| General | $ 3,789,087 | $ [54,441] | $ 18,590 | $ 3,753,236 | $ 3,753,236 | $ - |
| Supplemental General | 1,264,687 | [17,117] | 36,938 | 1,284,508 | 1,284,508 | - |
| Special Purpose Funds: | | | | | | |
| At Risk (4 yr old) | 73,370 | - | - | 73,370 | 45,222 | [28,148] |
| At Risk (K-12) | 307,924 | - | - | 307,924 | 361,466 | 53,542 |
| Capital Outlay | 463,463 | - | - | 463,463 | 348,745 | [114,718] |
| Driver Training | 15,630 | - | - | 15,630 | 1,098 | [14,532] |
| Food Service | 308,747 | - | - | 308,747 | 247,583 | [61,164] |
| Professional Development | 43,972 | - | - | 43,972 | 22,469 | [21,503] |
| Special Education | 935,611 | - | - | 935,611 | 777,391 | [158,220] |
| Vocational Education | 210,537 | - | - | 210,537 | 192,722 | [17,815] |
| Grants | 400,855 | - | - | 400,855 | 127,125 | [273,730] |
| KPERS Special Retirement Contribution | 437,998 | - | - | 437,998 | 380,152 | [57,846] |
| Gifts and Grants | 18,795 | - | - | 18,795 | 7,823 | [10,972] |
| Recreation Commission | 112,360 | - | - | 112,360 | 22,707 | [89,653] |
| Bond and Interest Fund: | | | | | | |
| Bond and Interest #2 | 338,410 | - | - | 338,410 | 338,400 | [10] |

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

UNIFIED SCHOOL DISTRICT NO. 338
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| State Aid: | | | | |
| Equalization aid | $ 2,962,711 | $ 3,199,490 | $ 3,169,642 | $ 29,848 |
| Special education state aid | 557,226 | 535,156 | 619,445 | [84,289] |
| Reimbursements | 19,800 | 18,590 | - | 18,590 |
| Total Receipts | 3,539,737 | 3,753,236 | $ 3,789,087 | $ [35,851] |
| Expenditures | | | | |
| Instruction | 1,821,258 | 1,824,660 | $ 1,850,987 | $ [26,327] |
| Student support services | 18,596 | 13,168 | 18,968 | [5,800] |
| Instructional support staff | - | - | - | - |
| General administration | 427,896 | 421,005 | 447,279 | [26,274] |
| School administration | 296,006 | 290,319 | 300,879 | [10,560] |
| Central services | 269 | - | - | - |
| Operations and maintenance | 61,457 | 73,279 | 62,814 | 10,465 |
| Transportation | 125,659 | 152,402 | 132,484 | 19,918 |
| Transfers out | 788,596 | 978,403 | 975,676 | 2,727 |
| Adjustment to comply with KSDE legal max | - | - | [54,441] | 54,441 |
| Adjustment for qualifying budget credits | - | - | 18,590 | [18,590] |
| Total Expenditures | 3,539,737 | 3,753,236 | $ 3,753,236 | $ - |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | $ - | $ - | | |

UNIFIED SCHOOL DISTRICT NO. 338
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| Taxes and shared revenue: | | | | |
| Ad valorem property | $ 384,263 | $ 449,917 | $ 491,236 | $ [41,319] |
| Delinquent | 27,621 | 24,780 | 10,233 | 14,547 |
| Motor vehicle | 49,861 | 50,260 | 49,716 | 544 |
| Recreational vehicle | 844 | 2,798 | 772 | 2,026 |
| Commercial vehicle | 3,220 | 1,283 | 1,851 | [568] |
| State aid | 682,251 | 718,725 | 728,586 | [9,861] |
| Reimbursements | 37,761 | 36,938 | - | 36,938 |
| Total Receipts | 1,185,821 | 1,284,701 | $ 1,282,394 | $ 2,307 |
| Expenditures | | | | |
| Instruction | 303,649 | 288,325 | $ 313,893 | $ [25,568] |
| Instructional support staff | 952 | 980 | - | 980 |
| General administration | 97,102 | 65,972 | 97,300 | [31,328] |
| Central services | 69,624 | 70,249 | 70,763 | [514] |
| Operations and maintenance | 261,605 | 282,974 | 286,423 | [3,449] |
| Transportation | 15,279 | 18,057 | 15,279 | 2,778 |
| Transfers out | 468,895 | 557,951 | 481,029 | 76,922 |
| Adjustment to comply with KSDE legal max | - | - | [17,117] | 17,117 |
| Adjustment for qualifying budget credits | - | - | 36,938 | [36,938] |
| Total Expenditures | 1,217,106 | 1,284,508 | $ 1,284,508 | $ - |
| Receipts Over [Under] Expenditures | [31,285] | 193 | | |
| Unencumbered Cash, Beginning | 110,908 | 79,623 | | |
| Unencumbered Cash, Ending | $ 79,623 | $ 79,816 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
At Risk (4 yr old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| Charges for services | $ 6,744 | $ 13,357 | $ 8,000 | $ 5,357 |
| Transfers in | 53,600 | 34,116 | 57,491 | [23,375] |
| Total Receipts | 60,344 | 47,473 | $ 65,491 | $ [18,018] |
| Expenditures | | | | |
| Instruction | 60,497 | 45,222 | $ 73,370 | $ [28,148] |
| Total Expenditures | 60,497 | 45,222 | $ 73,370 | $ (28,148) |
| Receipts Over [Under] Expenditures | [153] | 2,251 | | |
| Unencumbered Cash, Beginning | 8,032 | 7,879 | | |
| Unencumbered Cash, Ending | $ 7,879 | $ 10,130 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| Transfers in | $ 260,765 | $ 379,041 | $ 283,642 | $ 95,399 |
| Total Receipts | 260,765 | 379,041 | $ 283,642 | $ 95,399 |
| Expenditures | | | | |
| Instruction | 263,997 | 361,466 | $ 307,924 | $ 53,542 |
| Transportation | - | - | - | - |
| Total Expenditures | 263,997 | 361,466 | $ 307,924 | $ 53,542 |
| Receipts Over [Under] Expenditures | [3,232] | 17,575 | | |
| Unencumbered Cash, Beginning | 27,514 | 24,282 | | |
| Unencumbered Cash, Ending | $ 24,282 | $ 41,857 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| Taxes and Shared Revenue: | | | | |
| Ad valorem property | $ 182,938 | $ 205,698 | $ 180,064 | $ 25,634 |
| Delinquent | 2,194 | 3,622 | 4,634 | [1,012] |
| Motor vehicle | 19,249 | 20,256 | 20,199 | 57 |
| Recreational vehicle | 326 | 351 | 314 | 37 |
| Commercial vehicle | 1,244 | 931 | 752 | 179 |
| Miscellaneous | 2,345 | 6,444 | - | 6,444 |
| Investment income | 6,048 | 43,107 | - | 43,107 |
| State aid | 95,675 | 123,910 | 116,855 | 7,055 |
| Federal aid | 10,836 | 28,324 | - | 28,324 |
| Lease proceeds | 52,479 | - | | - |
| Transfer in | - | 100,000 | - | 100,000 |
| Total Receipts | 373,334 | 532,643 | $ 322,818 | $ 209,825 |
| Expenditures | | | | |
| Instruction | 3,052 | 1,059 | $ 4,000 | $ [2,941] |
| Student support services | - | - | - | - |
| Instructional support staff | 9,781 | - | - | - |
| General Administration | 2,535 | - | - | - |
| Operations and maintenance | 251,215 | 201,031 | 229,173 | [28,142] |
| Student transportation services | - | 71,022 | - | 71,022 |
| Facility acquisition and construction services | 170,144 | 75,633 | 230,290 | [154,657] |
| Total Expenditures | 436,727 | 348,745 | $ 463,463 | $ [114,718] |
| Receipts Over [Under] Expenditures | [63,393] | 183,898 | | |
| Unencumbered Cash, Beginning | 204,038 | 140,645 | | |
| Unencumbered Cash, Ending | $ 140,645 | $ 324,543 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| State Aid: | | | | |
| Driver training | $ 1,830 | $ 2,380 | $ 6,545 | $ [4,165] |
| Charges for services | 4,251 | 4,250 | - | 4,250 |
| Total Receipts | 6,081 | 6,630 | $ 6,545 | $ 85 |
| Expenditures | | | | |
| Instruction | 5,840 | 765 | $ 15,030 | $ [14,265] |
| Operations and maintenance | 384 | 333 | 600 | [267] |
| Total Expenditures | 6,224 | 1,098 | $ 15,630 | $ [14,532] |
| Receipts Over [Under] Expenditures | [143] | 5,532 | | |
| Unencumbered Cash, Beginning | 9,228 | 9,085 | | |
| Unencumbered Cash, Ending | $ 9,085 | $ 14,617 | | |

UNIFIED SCHOOL DISTRICT NO. 338
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| Federal Aid: | | | | |
| National school lunch program | 277,282 | 140,106 | $ 67,502 | $ 72,604 |
| State Aid: | | | | |
| School food assistance | 2,046 | 1,728 | 1,367 | 361 |
| Charges for services | 11,590 | 78,574 | 101,772 | [23,198] |
| Transfers in | - | - | 50,500 | [50,500] |
| Total Receipts | 290,918 | 220,408 | $ 221,141 | $ [733] |
| Expenditures | | | | |
| Operations and maintenance | 1,319 | - | $ 308,747 | $ [308,747] |
| Food service operation | 241,194 | 247,583 | - | 247,583 |
| Total Expenditures | 242,513 | 247,583 | $ 308,747 | $ [61,164] |
| Receipts Over [Under] Expenditures | 48,405 | [27,175] | | |
| Unencumbered Cash, Beginning | 39,201 | 87,606 | | |
| Unencumbered Cash, Ending | $ 87,606 | $ 60,431 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| State aid | $ - | $ 1,015 | $ 5,684 | $ [4,669] |
| Reimbursements | 8,687 | 25 | - | 25 |
| Transfers in | - | 23,711 | 32,555 | [8,844] |
| Total Receipts | 8,687 | 24,751 | $ 38,239 | $ [13,488] |
| Expenditures | | | | |
| Instructional support staff | 38,369 | 22,469 | $ 43,972 | $ [21,503] |
| Total Expenditures | 38,369 | 22,469 | $ 43,972 | $ [21,503] |
| Receipts Over [Under] Expenditures | [29,682] | 2,282 | | |
| Unencumbered Cash, Beginning | 35,415 | 5,733 | | |
| Unencumbered Cash, Ending | $ 5,733 | $ 8,015 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| State Aid | $ 25,596 | $ 12,926 | $ - | $ 12,926 |
| Federal Aid | 19,047 | 6,705 | 7,067 | [362] |
| Transfers in | 765,226 | 780,374 | 854,303 | [73,929] |
| Total Receipts | 809,869 | 800,005 | $ 861,370 | $ [61,365] |
| Expenditures | | | | |
| Instruction | 698,870 | 674,944 | $ 804,055 | $ [129,111] |
| Vehicle operating services | 125,265 | 102,447 | 131,556 | [29,109] |
| Total Expenditures | 824,135 | 777,391 | $ 935,611 | $ [158,220] |
| Receipts Over [Under] Expenditures | [14,266] | 22,614 | | |
| Unencumbered Cash, Beginning | 88,507 | 74,241 | | |
| Unencumbered Cash, Ending | $ 74,241 | $ 96,855 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| State aid | $ - | $ 8,306 | $ 7,301 | $ 1,005 |
| Transfers in | 177,900 | 194,394 | 178,214 | 16,180 |
| Total Receipts | 177,900 | 202,700 | $ 185,515 | $ 17,185 |
| Expenditures | | | | |
| Instruction | 182,369 | 192,633 | $ 210,537 | $ [17,904] |
| Transportation | - | 89 | - | 89 |
| Total Expenditures | 182,369 | 192,722 | $ 210,537 | $ [17,815] |
| Receipts Over [Under] Expenditures | [4,469] | 9,978 | | |
| Unencumbered Cash, Beginning | 29,491 | 25,022 | | |
| Unencumbered Cash, Ending | $ 25,022 | $ 35,000 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Community Learning Center Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2023 and 2022

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| State aid | $ 10,819 | $ 8,108 |
| Total Receipts | 10,819 | 8,108 |
| Expenditures | | |
| Instruction | 14,112 | 12,596 |
| Total Expenditures | 14,112 | 12,596 |
| Receipts Over [Under] Expenditures | [3,293] | [4,488] |
| Unencumbered Cash, Beginning | 14,439 | 11,146 |
| Unencumbered Cash, Ending | $ 11,146 | $ 6,658 |

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Textbook Rental Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2023 and 2022

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| Charges for services | $ 15,757 | $ 12,859 |
| Total Receipts | 15,757 | 12,859 |
| Expenditures | | |
| Instruction | 28,848 | 7,344 |
| Total Expenditures | 28,848 | 7,344 |
| Receipts Over [Under] Expenditures | [13,091] | 5,515 |
| Unencumbered Cash, Beginning | 56,263 | 43,172 |
| Unencumbered Cash, Ending | $ 43,172 | $ 48,687 |

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Contingency Reserve Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2023 and 2022

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| Transfers in | $ - | $ 24,719 |
| Miscellaneous | 8,206 | - |
| Total Receipts | 8,206 | 24,719 |
| Expenditures | | |
| Instruction | 91 | - |
| Instructional support staff | 20,315 | - |
| Bond fees | 8,588 | - |
| Total Expenditures | 28,994 | - |
| Receipts Over [Under] Expenditures | [20,788] | 24,719 |
| Unencumbered Cash, Beginning | 305,616 | 284,828 |
| Unencumbered Cash, Ending | $ 284,828 | $ 309,547 |

* This fund is not required to be budgeted.

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UNIFIED SCHOOL DISTRICT NO. 338
Grants Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

| | Title I | Title IIA |
|---|---|---|
| Receipts | | |
| Federal Aid: | | |
| Grants | $ 39,775 | $ 8,369 |
| Total Receipts | 39,775 | 8,369 |
| Expenditures | | |
| Instruction | 44,081 | 8,236 |
| Student support services | - | - |
| Operations and maintenance | - | - |
| Total Expenditures | 44,081 | 8,236 |
| Receipts Over [Under] Expenditures | [4,306] | 133 |
| Unencumbered Cash, Beginning | 8,169 | - |
| Unencumbered Cash, Ending | $ 3,863 | $ 133 |

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

| Title IVA | ESSER II | ESSER III | Actual Totals | Budget | Variance Over [Under] |
|---|---|---|---|---|---|
| $ 12,021 | $ 20,847 | $ 32,856 | $ 113,868 | $ 384,478 | $ [270,610] |
| 12,021 | 20,847 | 32,856 | 113,868 | $ 384,478 | $ [270,610] |
| - | 17,909 | 30,559 | 100,785 | $ 380,708 | $ [279,923] |
| 12,021 | - | 14,219 | 26,240 | 15,147 | 11,093 |
| - | - | 100 | 100 | 5,000 | [4,900] |
| 12,021 | 17,909 | 44,878 | 127,125 | $ 400,855 | $ [273,730] |
| - | 2,938 | [12,022] | [13,257] | | |
| - | [2,938] | - | 5,231 | | |
| $ - | $ - | $ [12,022] | $ [8,026] | | |

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

UNIFIED SCHOOL DISTRICT NO. 339
KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| State aid | $ 380,868 | $ 380,152 | $ 437,998 | $ [57,846] |
| Total Receipts | 380,868 | 380,152 | $ 437,998 | $ [57,846] |
| Expenditures | | | | |
| Instruction | 281,829 | 243,298 | $ 280,319 | $ [37,021] |
| Student support | 4,489 | 11,405 | 13,140 | [1,735] |
| Instructional support | 5,892 | 3,801 | 4,379 | [578] |
| General administration | 17,114 | 22,810 | 26,281 | [3,471] |
| School administration | 26,373 | 38,015 | 43,800 | [5,785] |
| Central services | 5,331 | 5,702 | 6,570 | [868] |
| Operations and maintenance | 17,956 | 26,609 | 30,658 | [4,049] |
| Student transportation services | 13,748 | 19,007 | 21,899 | [2,892] |
| Food service | 8,136 | 9,506 | 10,952 | [1,446] |
| Total Expenditures | 380,868 | 380,152 | $ 437,998 | $ [57,846] |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | $ - | $ - | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | Actual | Budget | Variance Over [Under] |
| Receipts | | | | |
| Donations and grants | $ 8,657 | $ 11,754 | $ 7,117 | $ 4,637 |
| Total Receipts | 8,657 | 11,754 | 7,117 | $ 4,637 |
| Expenditures | | | | |
| Instruction | 25,000 | 706 | $ 18,795 | $ [18,089] |
| Operations and maintenance | - | 7,117 | - | 7,117 |
| Total Expenditures | 25,000 | 7,823 | $ 18,795 | $ [10,972] |
| Receipts Over [Under] Expenditures | [16,343] | 3,931 | | |
| Unencumbered Cash, Beginning | 28,021 | 11,678 | | |
| Unencumbered Cash, Ending | 11,678 | 15,609 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| Taxes and Shared Revenue: | | | | |
| Ad valorem property | $ 22,764 | $ 25,659 | $ 22,572 | $ 3,087 |
| Delinquent | 303 | 400 | 580 | [180] |
| Motor vehicle | 2,407 | 2,291 | 2,525 | [234] |
| Recreational vehicle | 44 | 75 | 39 | 36 |
| Commercial vehicle | 153 | 65 | 94 | [29] |
| Investment income | 187 | - | - | - |
| Miscellaneous | 27,382 | 31,224 | - | 31,224 |
| Total Receipts | 53,240 | 59,714 | $ 25,810 | $ 33,904 |
| Expenditures | | | | |
| Community service operations | 41,028 | 22,707 | $ 112,360 | $ [89,653] |
| Total Expenditures | 41,028 | 22,707 | $ 112,360 | $ [89,653] |
| Receipts Over [Under] Expenditures | 12,212 | 37,007 | | |
| Unencumbered Cash, Beginning | 96,292 | 108,504 | | |
| Unencumbered Cash, Ending | $ 108,504 | $ 145,511 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Self-Funded Insurance Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2023 and 2022

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| Premiums | $ 698,964 | $ 1,085,132 |
| Total Receipts | 698,964 | 1,085,132 |
| Expenditures | | |
| Claim payments | 505,538 | 1,067,361 |
| Total Expenditures | 505,538 | 1,067,361 |
| Receipts Over [Under] Expenditures | 193,426 | 17,771 |
| Unencumbered Cash, Beginning | - | 229,309 |
| Prior Period Adjustment | 35,883 | - |
| Unencumbered Cash, Beginning, Restated | 35,883 | 229,309 |
| Unencumbered Cash, Ending | $ 229,309 | $ 247,080 |

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| Taxes and Shared Revenue: | | | | |
| Ad valorem property | $ 221,724 | $ - | $ - | $ - |
| Delinquent | 10,408 | - | - | - |
| Motor vehicle | 18,504 | - | - | - |
| Recreational vehicle | 312 | - | - | - |
| Commercial vehicle | 1,210 | - | - | - |
| State aid | 133,623 | - | - | - |
| Bond proceeds | 24,679 | - | - | - |
| Total Receipts | 410,460 | - | $ - | $ - |
| Expenditures | | | | |
| Cost of issuance | 19,198 | - | $ - | $ - |
| Principal | 215,000 | - | - | - |
| Interest | 21,778 | - | - | - |
| Transfer out | 591,589 | - | - | - |
| Total Expenditures | 847,565 | - | $ - | $ - |
| Receipts Over [Under] Expenditures | [437,105] | - | | |
| Unencumbered Cash, Beginning | 437,105 | - | | |
| Unencumbered Cash, Ending | $ - | $ - | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Bond and Interest Fund #2
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

| | Prior Year Actual | Current Year Actual | Current Year Budget | Current Year Variance Over [Under] |
|---|---|---|---|---|
| Receipts | | | | |
| Taxes and Shared Revenue: | | | | |
| Ad valorem property | $ - | $ 238,623 | $ 229,389 | $ 9,234 |
| Delinquent | - | 5,207 | 5,907 | [700] |
| Motor vehicle | - | 30,311 | 21,684 | 8,627 |
| Recreational vehicle | - | 10,793 | 336 | 10,457 |
| Commercial vehicle | - | 653 | 807 | [154] |
| State aid | - | 148,941 | 148,941 | - |
| Bond proceeds | 1,717,179 | - | - | - |
| Transfer in | 591,589 | - | - | - |
| Total Receipts | 2,308,768 | 434,528 | $ 407,064 | $ 27,464 |
| Expenditures | | | | |
| Cost of issuance | - | - | $ 10 | $ [10] |
| Principal | 1,680,000 | 215,000 | 215,000 | - |
| Interest | 14,198 | 123,400 | 123,400 | - |
| Transfer out | 22,981 | - | - | - |
| Total Expenditures | 1,717,179 | 338,400 | $ 338,410 | $ [10] |
| Receipts Over [Under] Expenditures | 591,589 | 96,128 | | |
| Unencumbered Cash, Beginning | - | 591,589 | | |
| Unencumbered Cash, Ending | $ 591,589 | $ 687,717 | | |

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

UNIFIED SCHOOL DISTRICT NO. 338
Bond Construction 2021 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2023 and 2022

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| Sale of bonds | $ 3,287,739 | $ - |
| Investment income | - | 5,265 |
| Total Receipts | 3,287,739 | 5,265 |
| Expenditures | | |
| Architecht and engineering | 180,172 | 26,362 |
| New building construction | 938 | 1,624,982 |
| Site improvement | 427,342 | 621,262 |
| Miscellaneous | 91,287 | 18,447 |
| Total Expenditures | 699,739 | 2,291,053 |
| Receipts Over [Under] Expenditures | 2,588,000 | [2,285,788] |
| Unencumbered Cash, Beginning | - | 2,588,000 |
| Unencumbered Cash, Ending | $ 2,588,000 | $ 302,212 |

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 338
Student Organization Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2023

| Fund | Beginning Cash Balance | Receipts | Disbursements | Ending Cash Balance |
|---|---|---|---|---|
| Elementary Student Organizations: | | | | |
| Student Organization Funds | $ 46,718 | $ 49,976 | $ 58,782 | $ 37,912 |
| Subtotal Elementary Student Organizations | 46,718 | 49,976 | 58,782 | 37,912 |
| High School Student Organizations: | | | | |
| Student Organization Funds | $ 67,944 | $ 86,484 | $ 78,294 | $ 76,134 |
| Subtotal High School Student Organizations | 67,944 | 86,484 | 78,294 | 76,134 |
| Total Student Organization Funds | $ 114,662 | $ 136,460 | $ 137,076 | $ 114,046 |

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

Schedule 4

UNIFIED SCHOOL DISTRICT NO. 338
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

| | Beginning Unencumbered Cash Balance | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add: Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|
| Elementary Gate Receipts | $ 11,685 | $ 24,818 | $ 16,105 | $ 20,398 | $ - | $ 20,398 |
| High School Gate Receipts | 16,487 | 43,552 | 37,882 | 22,157 | - | 22,157 |
| Total Gate Receipts | $ 28,172 | $ 68,370 | $ 53,987 | $ 42,555 | $ - | $ 42,555 |

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