UNIFIED SCHOOL DISTRICT NO. 223
BARNES, KANSAS

FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2025

BRUNA AUDITING SERVICES LLC
DEREK BRUNA
CERTIFIED PUBLIC ACCOUNTANT
WASHINGTON, KANSAS

Unified School District No. 223
Barnes, Kansas
Financial Statements
For the fiscal year ended June 30, 2025

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 223
Barnes, Kansas 66933

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. 223, as of and for the year ended June 30, 2025, 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 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 Unified School District No. 223 as of June 30, 2025, 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 the Unified School District No. 223 as of June 30, 2025, 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 State 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 Financial Statement section of our report. We are required to be independent of Unified School District No. 223, 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.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note A of the financial statement, the financial statement is prepared by Unified School District No. 223 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 State of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statements
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 School 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 my involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are 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 School 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 School 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, schedule of regulatory basis receipts and expenditures-agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds (Statements 1, 2, 3, and 4, 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.* 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 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 A.

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. 223 as of and for the year ended June 30, 2024 (not presented herein), and have issued my report thereon dated 1/13/25, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and my 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 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2025 (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 2024 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 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 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 2024 basic financial statement or to the 2024 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 2024 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, 2025, on the basis of accounting described in Note 1.

Bruna Auditing Services LLC
Derek Bruna, CPA
February 9, 2026

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
Regulatory Basis
For The Year Ended June 30, 2025

Fund	Statement Number	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	STATEMENT 1 Ending Cash Balance
General Funds:								
General Fund	3-1	$ 0	$ 0	$ 3,942,023	$ 3,942,023	$ 0	$ 0	$ 0
Supplemental General	3-2	236,771	0	1,263,142	1,326,643	173,270	0	173,270
Special Purpose Funds:								
At Risk-(K 12) Fund	3-3	0	0	376,724	376,724	0	0	0
Bilingual Education	3-4	2,963	0	29,000	28,497	3,466	0	3,466
Capital Outlay Fund	3-5	1,535,155	0	750,450	452,187	1,833,418	0	1,833,418
Driver Training	3-6	33,527	0	3,700	66	37,161	0	37,161
Food Service Fund	3-7	117,816	0	360,851	359,319	119,348	0	119,348
Professional Development Fund	3-8	35,996	0	11,297	12,825	34,468	0	34,468
Title IV A	3-9	0	0	12,956	12,956	0	0	0
Special Education Fund	3-10	247,116	0	740,548	789,692	197,972	0	197,972
Career and Post Secondary Fund	3-11	52,394	0	289,881	288,981	53,294	0	53,294
Gifts and Grants Fund	3-12	35,473	0	135,103	111,997	58,579	0	58,579
At Risk (Preschool)	3-13	880	0	60,524	60,524	880	0	880
COVID Relief Fund	3-14	(475)	0	475	0	0	0	0
Title I Fund-Current	3-15	0	0	65,217	65,217	0	0	0
Title I-Carryover	3-16	0	0	0	0	0	0	0
Title II A-Teacher Quality Fund	3-17	0	0	12,982	12,982	0	0	0
KPERS Retirement Fund	3-18	0	0	362,329	362,329	0	0	0
Contingency Reserve Fund	3-19	471,093	0	158,287	0	629,380	0	629,380
Textbook Rental Fund	3-20	59,198	0	20,622	54,316	25,504	0	25,504
Other	3-21	0	0	80,319	80,319	0	0	0
Bond and Interest Funds:								
Bond and Interest Fund	3-22	0	0	0	0	0	0	0
Activity Fund	4	51,582	0	96,514	109,039 0	39,057	0	39,057
Total Reporting Entity (Exluding Agency)		$ 2,879,489	0	8,772,944	8,446,636 0	3,205,797	0	3,205,797

Composition of Cash

Investments		Cash in Checking			
Money Market Accounts	$ 0	Op Accounts-District	2,766,740	Total Cash	3,343,764
Money Market Accounts Other	0	Op Accounts-Agency/Activity Funds	177,024	Less Agency Funds (Statement 4)	(137,967)
Certificate of Deposit	400,000	Trust Funds	0	Total Cash Excluding Agency/Trust Funds	3,205,797

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Unified School District No. 223 is a municipal Corporation established under Kansas Statute. All USDs in Kansas are required to be audited under K.S.A. 75-1122. The District is governed by an elected seven-member board. The financial statements present the financial condition and results of operation of the district. The District's major operations include primary and secondary education for young people. The scope of the entity for financial reporting purposes is designed as those funds for which the District has oversight responsibility and is primarily accountable. Oversight responsibility includes budgetary authority and fiscal management responsibility. Budgetary authority is defined as authority for final approval of budgetary appropriations and revisions. Fiscal management responsibility is control of the collection and disbursement of funds.
The Kansas Municipal Audit and Accounting Guide will be referred to as KMAAG throughout the notes.

Basis of Presentation/Fund Description

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, restricts, or limitations. The following are Regulatory Basis Fund Types:

Governmental Funds

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 revenue 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 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.

Business fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Fidcuiary Funds:

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.). Please refer to Statement 4 for further information.

Agency fund – 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.).

Basis of Accounting-KMAAG Regulatory Basis of Accounting (Formerly Statutory Basis)

The KMAAG regulatory audit requirement of K.S.A. 75-1122 applies to each individual municipality as defined in K.S.A. 75-1117. The KMAAG regulatory financial reporting entity is comprised of the "municipality" as defined in K.S.A. 75-1117, as a minimum, and may also include certain separate legal entities referred to as "related municipal entities" as defined by KMAAG.

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 revenues 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.

GAAP Basis Financial Statements - Minimum Requirements. GAAP basis financial statements are financial statements prepared in accordance with "Governmental Accounting and Financial Reporting Standards" as promulgated by the Governmental Accounting Standards Board (GASB). For KMAAG

purposes, if GAAP basis financial statements are presented, the basic financial statements and notes must be presented at a minimum. All other supplemental schedules are optional. However, the KMAAG mandatory note disclosures (if applicable) must still be presented even though they might not otherwise be recuired by GAAP to be included in the notes. KMAAG does not provide an example of GAAP financial statements.
Regulatory Basis Financial Statements - Minimum Requirements. If GAAP basis financial statements are not presented, then: 1) a GAAP waiver resolution must be passed, and 2) regulatory basis financial statements including regulatory-required supplementary information, must be presented. Regulatory basis financial statements are financial statements prepared in accordance with the guidelines of KMAAG. Such financial statements are prepared on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas and prepared in accordance with the prescribed format established by KMAAG.

The regulatory basis financial statement consists of a single basic financial statement which is a summary statement containing all funds and related municipalities included in the financial reporting entity and demonstrating compliance with the cash basis law. The remainder of the required financial information to be presented is considered regulatory-required supplemental information which includes 1) a fund summary schedule containing all funds and showing compliance with the budget law for those funds required to be budgeted, 2) individual fund schedules for all funds except agency funds, with budget comparisons for those funds required to be budgeted, 3) a fund summary schedule, for agency funds only, showing cash balances and changes therein, and 4) special schedules unique to the municipality. Note: Regulatory-required supplementary information are the additional schedules that are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide and are not to be considered as required supplementary information as defined by auditing standards generally accepted in the United States of America. In addition, the KMAAG mandatory note disclosures must be presented and must include all disclosures necessary for fair presentation in accordance with the KMAAG regulatory basis framework. All other schedules that may be presented are optional.

Departure from GAAP
A waiver from the requirement to prepare and audit GAAP basis financial statements is necessary *only if* the municipality decides to present regulatory basis financial statements. A waiver is not required for financial statements that are prepared in accordance with the GAAP basis framework but include certain departures from GAAP. For example, if GAAP financial statements are presented but do not include the management discussion and analysis, this would be a departure from GAAP. However, even lacking the management discussion and analysis required supplementary information, the basic financial statements may still be presented on a GAAP basis framework, thus a waiver would not be required. The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c) waiving the annual for application of GAAP for the year ended 6/30/25. This waiver is completed annually and allows the District to use the regulatory basis of accounting.

The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balance, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statement.

Reimbursed Expenses
The purpose of these expenditures is to repay the district for amounts remitted on behalf of another party and such expenditures are exempt for 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. The Municipality 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 KMAAG regulatory basis accounting.

2024 Financial Data
Amounts that are shown for 2024 in the accompanying financial statements are included where practical, only to provide a basis for comparison with 2025, and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.

Cash and Time Deposits
Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost. These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate. Time deposits are carried at cost plus accrued interest. The

carrying amount of deposits is separately displayed as cash and time deposits.

General Fixed Assets
General fixed assets purchased are recorded as expenditures at the time of purchase, except for assets acquired with federally assisted funds. Assets of the School District are not recorded in a permanent set of records.

Vouchers Payable
Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Encumbrances
Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balance
The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Bonds Payable
Bonds which are outstanding at the end of the fiscal year. The District has none to report.

Budgetary Data
Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service fund. The statutes provide for the following sequence and time table in the adoption of the annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increase in revenue 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 10 days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this fiscal year.

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 statements are presented for each fund showing actual receipts and expenditures compared to legally budget receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditures authority) lapse at year-end.

A legal operating budget is not required for trust funds, agency funds, activity funds, and the following special revenue funds: Other Fee and User Charges/Clearing Accounts, Contingency Reserve, Textbook Rental, Employee Benefits, Title I, Title IIA, Title IV, Small Rural Schools, and other Federal Funds.

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

Tax Cycle
The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to County Treasurer, who prepares tax statements and receives payments. These taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20 and May 10. Delinquent taxes are assessed interest at 9% per annum. This interest is retained by the County. Taxes levied to finance the budget are made available to the District after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed through the year.

The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's Office annually the determination of assessed valuation and the collections of property taxes for all political subdivisions in determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One- half of the property taxes are due December 20 and distributed to the District by January 20 to help finance the current year's budget. The second half is due May 10 and distributed to the District June 5. The District Treasurer draws all available funds from the County Treasurer's Office at designated times throughout the year.

Inventories/Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditures during the year of purchase. For disclosure purposes, material inventories would be reported as an asset offset by a reserve. The district had no material inventories.

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of revenues, expenditures, and fund balances. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance With Kansas Statutes and Other Finance Related Legal Matters

Contrary to provisions of K.S.A. 79-2935, the current year expenditures of the Food Service Fund exceeded the adopted budget.

Authorized Over-Encumbered Cash Balance-Federal Funds

K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

NOTE C- 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 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. Cash balances from all funds are combined and invested to the extent available in certificates of deposits and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

Custodial Credit Risk

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 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, 2025.

At year-end the carrying amount of the district's deposits, including certificates of deposit and money market accounts was $3,205,797. The district checking account balances were $2,766,740. The activity/agency operating accounts had a balance of $177,024. Any differences between the carrying amount and the bank balance are outstanding checks and deposits in transit. Of the bank balance, $311,448 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the district's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a third-party custodial agreement signed by all three parties: the district, the pledging bank, and the independent third-party banks holding the securities.

Investment Policy

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 investment choices. Funds of the district were on deposit in interest bearing accounts in banks and Certificates of Deposits issued by banks at June 30, 2025. The cash of each of the funds of the district is pooled together so that better management of cash and investments can be practiced, resulting in greater earnings accruing to the district. Please refer to Statement 1 to review how the various funds are accruing interest.

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 – investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the Municipality will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE D- FRINGE BENEFIT PLAN I.R.C. 125
The District has in place an IRS-IRC Section #125 "Cafeteria" Fringe Benefit Plan. The District shall pay the cost of a single health care premium for each teacher up to and including an amount of $515.50 per month. No cash-in-lieu arrangements will be considered under any circumstances. Participation in the district group health plan is mandatory to receive this benefit.

Any employee may reduce his/her salary by an amount up to the statutory limit on non-taxable benefits as set forth in the program. Items by which the employee may reduce his/her contract are as follows: Group Medical Insurance, Disability Insurance, Group term life insurance up to $50,000, Cancer Insurance, Medical Reimbursement, Dependent Care, Dental and Vision Insurance, and Health Savings Accounts. The District provides full family health insurance coverage for the Superintendent and for the principals with the designated common carrier.

The plan year runs from September 1 to August 31st annually. The maximum benefit allowance per employee is $3300/yr for the year ended June 30, 2025. The maximum for the dependent care reimbursement account is $5,000 annually.

NOTE E- COMPENSATED ABSENCES-VACATION AND SICK PAY
The district has not computed or recorded the potential liability for sick/vacation leave that is available to all full time employees. The amount varies by position. (Please refer to the negotiated agreement for further specification.)

NOTE F- COMPENSATED ABSENCES
The District's policies regarding vacation and sick leave are: Teachers are allowed nine days sick leave accumulative to 90 days and three personal leave, non-accumulative; the Superintendent is allowed 12 days sick leave accumulative to 60 days, three days personal leave, non-accumulative, and 20 days annual vacation leave; the principals are allowed 12 days sick leave accumulative to 60 days and two days personal leave accumulative to three days; the U.S.D. clerk/secretary is allowed 12 days sick leave accumulative to 60 days, three days personal leave, non-accumulative, and 12 days annual leave, non-accumulative; the building secretaries are allowed 10 days sick leave accumulative to 30 days and two days personal leave, non-accumulative; the cooks and teachers' aides are allowed nine days sick leave accumulative to 30 days and two days personal leave, non-accumulative; the custodians are allowed 12 days sick leave accumulative to 60 days, three days personal leave, non- accumulative, and 12 days annual leave, non-accumulative; the maintenance/transportation supervisor is allowed 12 days sick-leave accumulative to 60 days, three days personal leave, non-accumulative, and 12 days annual leave, non-accumulative; the U.S.D. treasurer/central office secretary is allowed 12 days sick leave accumulative to 60 days, three days personal leave, non-accumulative, and 12 days annual leave, non-accumulative; the bus drivers are allowed nine days sick leave accumulative to 30 days and 2 personal days leave, non-accumulative.

After 5 years of consecutive and continuous service in USD #223, teachers who retire in the district under KPERS guidelines shall be paid for unused sick leave up to a maximum of 60 days at the amount of half rate of substitute pay per day for every day of unused sick leave that they may have accumulated at the end of the contract year at which retirement is to take place. In order to receive benefits for payment of unused sick leave, the teacher must notify the central office by the end of their contract period that their intention of retirement will take place the following year.

After 5 years of consecutive and continuous years of service in USD #223, teachers who resign their position, or their contract is terminated shall be paid for unused sick leave up to a maximum of 90 days in the amount of half of substitute pay for every day of unused sick leave that they may have accumulated at the end of the contract year at which the resignation/termination is to take place.
Liability for compensated absences is not reflected in the financial statements.

NOTE G- 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 Annual Comprehensive Financial Report which can be found on the KPERS website at www.kspers.gov 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 13.38% and 12.57%, respectively, for the fiscal year ended June 30, 2024. The actuarially determined employer contribution rate and the statutory contribution rate was 11.60% and 11.54% for the fiscal year ended June 30, 2025.

The 2015 Legislature passed and the Governor approved Senate Bill 228 authorizing the issuance of $1.0 billion in pension obligation bonds to fund a portion of the School-Group's unfunded actuarial liability. The bonds were successfully issued in August 2015 and the proceeds transferred to the System.

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the SchoolGroup's unfunded actuarial liability. 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 paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271.1 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

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 $362,239 for the year ended June 30, 2025.

Net Pension Liability

At June 30, 2025, the District's proportionate share of the collective net pension liability reported by KPERS was $3,264,678. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. 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, 2024. Since the KMAAG regulatory basis of accounting does not recognize longterm 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 al participating employers are publicly KMAAG (1/25) D-14 available on the website at www.kpers.org or can be obtained as described above.

NOTE H- RISK FINANCING AND RELATED INSURANCE ISSUES

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 nature disasters. The district continues to carry insurance for all risks of loss including workers' compensation. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

NOTE I- FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value amounts for cash and cash equivalents approximate carrying amounts due to the short maturities of these instruments. Financial instruments that subject the district to significant concentration and credit risk consist of cash and cash equivalents. The district places its cash in market interest rate accounts and are insured fully by FDIC coverage and pledged securities with fair market value equal to or greater than its cash and cash equivalents.

NOTE K- 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 these financial statements. 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. As provided by K.S.A. 74-4927, disabled members in 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, 2025.

NOTE L- IN-SUBSTANCE RECEIPT IN TRANSIT
There were none recorded for the year ended June 30, 2025.

NOTE M- LONG-TERM DEBT
The District currently has no long term debt.

NOTE N- CAPITAL PROJECT COMPLIANCE
The District is currently not involved in any such activities.

NOTE O- LITIGATION CONTINGENCIES
The District currently has no litigation contingencies that it is involved.

NOTE P- CONTINGENT LIABILIITIES
The District partic pates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2025. The compliance audits are conducted annually on a timely basis. The District's compliance with the grant agreements are established when such audits are complete. The District expects the amount of expenditures, which may be disallowed by the grantor agencies, if any, to be immaterial.

NOTE Q- SUBSEQUENT EVENTS
These financial statements considered subsequent events through February 9, 2026 the date the financial statements were available to be issued.

NOTE R- RISK MANAGEMENT
The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the district carries insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

Note S- INTER-FUND TRANSACTIONS

Recurring annual transfers between budgetary funds for the purpose of shifting resources from the fund legally required to receive the revenue, to the fund authorized to expend the revenue, have been segregated from normal revenues and expenditures for reporting purposes are are:

FROM	TO		2025	2024
General	Capital Outlay		$ 0	75,000
General	Special Education		467,278	588,401
General	Inservice		10,000	0
General	Food Service		33,788	20,000
General	Inservice		219,594	270,000
General	Contingency Reserve		158,287	148,505
General	Preschool-Aged At Risk		49,274	50,000
General	At Risk K-12		278,724	277,000
General	Bilingual		20,000	20,000
		Totals	**1,236,945**	**1,448,906**
Supplemental General	Special Education		170,000	69,693
Supplemental General	Vocational Ed		70,286	71,415
Supplemental General	At Risk		98,000	95,157
Supplemental General	Food Service		25,000	20,000
Supplemental General	Professional Development		0	0
Supplemental General	Bilingual		9,000	8,500
		Totals	**372,286**	**264,765**
		Totals	**1,609,231**	**1,713,671**

The above transfers are included in the expenditures of the disbursing fund and included in the revenues of the receiving fund as required by the Cash Basis and Budget Laws of Kansas, and for budget comparison purposes.

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2025

Note T-INTER-GOVERNMENTAL ASSISTANCE STATE

Type of Aid		2025	2024
State Foundation Aid		$ 1,778,109	1,596,647
Property Tax Exemption		264,601	0
State School District Finance		259,204	578,391
Professional Development		1,297	1,419
State Safety		5,630	5,647
Mentor Teacher		2,000	1,000
Checkoff		0	132
CIF Pre K Pilot		38,420	38,420
State Special Ed		422,278	420,094
School District Mill Levy		1,202,286	1,129,284
Food Service		2,199	2,200
KPERS Employer Cont.		362,329	381,632
	Totals	**4,338,353**	**4,154,866**

Note T-INTER-GOVERNMENTAL ASSISTANCE FEDERAL

Type of Aid		2025	2024	
Title I Fund		$ 65,217	59,619	
Cash for Commodities		0	0	
Title IV Fund		0	0	
Academic Enrich		12,956	13,450	
Youth Risk Behavior		0	0	
ESSER		0	320,007	
Early Larning Kansas		53,931	19,378	
Coronavirus		0	0	
Effective Instruction		12,982	9,812	
Food Service		96,911	119,428	
Supply Chain Assistance		0	0	
Local Food		0	4,240	
K-12 Covid Testing		475	21,269	
	Totals	**242,472**	**567,203**	**4,580,825**

Federal programs in which the school district participated have specified for what purpose funds are to be expended.
All funds unexpended at June 30, 2025 are restricted to federal program specified expenditures.

REGULATORY - REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended June 30, 2025

STATEMENT 2

Fund	Statement Number	Certified Budget	Adjustments To Comply With Legal Max	Adjustments For Qualifying Budget Credits	Total Budget For Comparison	Expenditures Chargeable To Current Year	Variance Over (Under)
General Funds:							
General Fund	3-1	$ 4,071,146	$ (144,668)	$ 15,545	$ 3,942,023	$ 3,942,023	$ 0
Supplemental General	3-2	1,359,810	13,348	(46,515)	1,326,643	1,326,643	0
Special Purpose Funds:							
At Risk (K-12)	3-3	422,000	0	0	422,000	376,724	(45,276)
Bilingual Education	3-4	56,863	0	0	56,863	28,497	(28,366)
Capital Outlay	3-5	1,080,000	0	0	1,080,000	452,187	(627,813)
Driver Training	3-6	15,700	0	0	15,700	66	(15,634)
Food Service	3-7	420,167	0	0	420,167	359,319	(60,848)
Professional Development	3-8	31,550	0	0	31,550	12,825	(18,725)
Special Education	3-10	789,738	0	0	789,738	789,692	(46)
Career & Post Secondary	3-11	332,394	0	0	332,394	288,981	(43,413)
Gifts and Grants Fund	3-12	126,840	0	0	126,840	111,997	(14,843)
At Risk (Preschool)	3-13	95,880	0	0	95,880	60,524	(35,356)
KPERS	3-18	427,428	0	0	427,428	362,329	(65,099)
Bond and Interest Funds:							
Bond And Interest	3-22	0	0	0	0	0	0
TOTALS		$ 9,229,516	$ (131,320)	$ (30,970)	$ 9,067,226	$ 8,111,807	$ (955,419)

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2025
(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-1

GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Taxes in Process	$ 0	$ 0	$ 0	$ 0
Current Tax	0	0	0	0
Delinquent Tax	0	0	0	0
State Equilization Aid	0	0	0	0
Misc	0	0	0	0
KPERS	0	0	0	0
Special Education Aid	420,094	422,278	485,788	(63,510)
Supplemental State Aid	3,304,322	3,504,200	3,585,358	(81,158)
Interest on Idle Funds	0	0	0	0
Reimbursements	18,266	15,545	0	15,545
Total Cash Receipts	$ 3,742,682	$ 3,942,023	$ 4,071,146	$ (129,123)
Expenditures				
Instruction	$ 1,520,512	$ 1,754,722	$ 2,008,838	$ (254,116)
Student Support Services	73,347	106,600	122,600	(16,000)
Instructional Support Staff	95,068	99,739	101,463	(1,724)
General Administration	118,981	127,652	133,326	(5,674)
School Administration	91,231	94,805	97,160	(2,355)
Other Central Services/Operations & Maintenance	341,151	485,204	453,496	31,708
Student Transportation Services	33,486	36,356	32,763	3,593
Other Supplemental Service	0	0	0	0
Operating Transfers	1,468,906	1,236,945	1,121,500	115,445
Adjustment For Legal Max	0	0	(144,668)	144,668
Adjustment for Reimbursements	0	0	15,545	(15,545)
Total Expenditures	$ 3,742,682	$ 3,942,023	$ 3,942,023	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2025
(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-2

SUPPLEMENTAL GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Ad Valorem	$ 38,121	$ 17,440	$ 42,510	$ (25,070)
Current Tax	1,167,807	1,159,299	0	1,159,299
Delinquent Tax	2,920	3,723	4,883	(1,160)
Motor Vehicle Tax - 16/20 Truck	52,966	51,879	62,608	(10,729)
Misc	0	1,475	0	1,475
RV/Comm Tax	16,267	17,454	5,486	11,968
State Aid	0	0	0	0
Reimbursement	4,080	11,872	0	11,872
Transfers	0	0	0	0
Total Cash Receipts	$ 1,282,161	$ 1,263,142	$ 115,487	$ 1,147,655
Expenditures				
Instruction	$ 153,565	$ 168,410	$ 173,615	$ (5,205)
School Administration	160,090	168,621	168,622	(1)
General Administration	112,020	120,129	120,130	(1)
Support Service	0	0	0	0
Central Services	5,148	3,669	6,000	(2,331)
Operation and Maintenance	331,293	247,276	310,600	(63,324)
Transportation	223,531	246,251	262,943	(16,692)
Operating Transfers	264,765	372,287	317,900	54,387
Adjustment for Reimbursements	0	0	13,348	(13,348)
Adjustment For Legal Max	0	0	(46,515)	46,515
Total Expenditures	$ 1,250,412	$ 1,326,643	$ 1,326,643	$ 0
Receipts Over (Under) Expenditures	31,749	(63,501)		
Unencumbered Cash - Beginning	205,022	236,771		
Unencumbered Cash - Ending	$ 236,771	$ 173,270		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2025
(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-3

AT RISK (K-12) FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Other Revenue	$	$ 0	$ 20,000	$ (20,000)
Transfer	372,157	376,724	402,000	(25,276)
Total Cash Receipts	372,157	376,724	422,000	(45,276)
Expenditures				
Instruction	372,157	376,724	422,000	(45,276)
Transportation	0	0	0	0
Total Expenditures	372,157	376,724	422,000	(45,276)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	0	0		

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2025
(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-4

BILINGUAL EDUCATION

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Source	0	0	15,000	(15,000)
Transfer from General	20,000	20,000	20,000	0
Transfer from Supp General	8,500	9,000	18,900	(9,900)
Total Cash Receipts	28,500	29,000	53,900	(24,900)
Expenditures				
Instruction	29,933	28,497	56,863	(28,366)
Total Expenditures	29,933	28,497	56,863	(28,366)
Receipts Over (Under) Expenditures	$ (1,433)	503		
Unencumbered Cash - Beginning	4,396	2,963		
Unencumbered Cash - Ending	2,963	3,466		

UNIFIED SCHOOL DISTRICT NO. 223
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SCHEDULE OF RECEIPTS AND EXPENDITURES
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Regulatory Basis
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(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-5

CAPITAL OUTLAY

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Ad Volorem Tax	$ 20,172	$ 8,524	$ 501	$ 8,023
Ad Volorem In Process	602,087	616,870	522,303	94,567
Delinquent Tax	1,461	1,833	2,431	(598)
Local Sources	30,230	82,828	0	82,828
Motor Vehicle Tax	26,564	26,744	32,938	(6,194)
Rec Vehicle Tax	601	545	591	(46)
Commercial/16-20	2,382	2,547	2,295	252
Interest on Idle Funds	0	10,559	0	10,559
Misc Receipts	0	0	0	0
Insurance Receipts	0	0	0	0
Transfers	75,000	0	500	(500)
State Aid	0	0	0	0
E-rate Receipts	0	0	0	0
Total Cash Receipts	758,497	750,450	561,559	188,891
Expenditures				
Instruction	0	0	150,000	(150,000)
Support Services	29,420	263,972	0	263,972
General Administration	0	0	0	0
Operations & Maintenance	142,454	188,215	620,000	(431,785)
Transportation	0	0	150,000	(150,000)
Architect/Engineering	0	0	0	0
Building Additions	0	0	0	0
Other	0	0	160,000	(160,000)
Total Expend tures	171,874	452,187	1,080,000	(627,813)
Receipts Over (Under) Expenditures	586,623	298,263		
Unencumbered Cash - Beginning	948,532	1,535,155		
Unencumbered Cash - Ending	$ 1,535,155	1,833,418		

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(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-6

DRIVER TRAINING

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aid	$ 0	$ 0	$ 0	$ 0
Local Source	0	3,700	0	3,700
Reimbursements	0	0	0	0
Miscellaneous	0	0	0	0
Operating Transfers	0	0	0	0
Total Cash Receipts	0	3,700	0	3,700
Expenditures				
Instruction	0	66	12,700	(12,634)
Vehicle Operating & Maintenance	0	0	3,000	(3,000)
Support Services	0	0	0	0
Total Expenditures	0	66	15,700	(15,634)
Receipts Over (Under) Expenditures	0	3,634		
Unencumbered Cash - Beginning	33,527	33,527		
Unencumbered Cash - Ending	33,527	37,161		

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SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
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(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-7

FOOD SERVICE FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Federal Aid	$ 123,667	$ 96,910	$ 138,196	$ (41,286)
State Aid	2,200	2,200	1,920	280
Meals	189,423	200,217	204,320	(4,103)
Interest	1,446	2,638	2,000	638
Grant	0	0	0	0
Miscellaneous	2,159	98	20,000	(19,902)
Transfer	40,000	58,788	15,000	43,788
Total Cash Receipts	358,895	360,851	381,436	(20,585)
Expenditures				
Operations & Maintenance	306	944	20,000	(19,056)
Food Service Operations	355,015	358,375	400,167	(41,792)
Total Expenditures	355,321	359,319	420,167	(60,848)
Receipts Over (Under) Expenditures	3,574	1,532		
Unencumbered Cash - Beginning	114,242	117,816		
Unencumbered Cash - Ending	$ 117,816	119,348		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2025
(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-8

PROFESSIONAL DEVELOPMENT FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Other Revenue	$ 0	$ 0	$ 10,000	$ (10,000)
State Aid	1,419	1,297	2,700	(1,403)
Transfer General	20,000	10,000	500	9,500
Transfer Supplemental/ LOB	0	0	500	(500)
Total Cash Receipts	21,419	11,297	13,700	(2,403)
Expenditures				
Instructional Support Staff/Central Ser	10,690	12,825	31,550	(18,725)
Total Expenditures	10,690	12,825	31,550	(18,725)
Receipts Over (Under) Expenditures	10,729	(1,528)		
Unencumbered Cash - Beginning	25,267	35,996		
Unencumbered Cash - Ending	$ 35,996	34,468		

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2025
(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-9

FEDERAL FUNDS

TITLE IV A

	Prior Year Actual	Current Year Actual
Cash Receipts	$ 13,450	$ 12,956
Cash Disbursements	13,450	12,956
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

This is not a budgeted fund
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
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SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
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(With Comparative Actual Totals for Prior Year Ended June 30, 2024)

STATEMENT 3-10

SPECIAL EDUCATION FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
State Sources	$ 0	$ 0	$ 0	$ 0
Federal Sources	24,006	7,727	5,000	2,727
Interest	44,056	90,345	60,000	30,345
Miscellaneous	0	5,198	0	5,198
Transfer	658,094	637,278	656,000	(18,722)
Operating Transfers/ LOB	0	0	0	0
Total Cash Receipts	726,156	740,548	721,000	19,548
Expenditures				
Instruction	652,354	744,169	713,338	30,831
Operations/Maintenance	0	20	10,000	(9,980)
Transportation	37,376	45,503	66,400	(20,897)
Total Expenditures	689,730	789,692	789,738	(46)
Receipts Over (Under) Expenditures	36,426	(49,144)		
Unencumbered Cash - Beginning	210,690	247,116		
Unencumbered Cash - Ending	$ 247,116	197,972		

See Accountant's Report and Accompanying Notes

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STATEMENT 3-11

CAREER AND POST SECONDARY EDUCATION

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Miscellaneous/Reimb	$ 0	$ 0	$ 20,000	$ (20,000)
Federal	4,585	0	10,000	(10,000)
Transfer from General	341,415	289,881	250,500	39,381
Total Cash Receipts	346,000	289,881	280,500	9,381
Expenditures				
Instruction	295,999	288,981	332,394	(43,413)
Total Expenditures	295,999	288,981	332,394	(43,413)
Receipts Over (Under) Expenditures	50,001	900		
Unencumbered Cash - Beginning	2,393	52,394		
Unencumbered Cash - Ending	$ 52,394	$ 53,294		

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STATEMENT 3-12

GIFTS AND GRANTS

	Prior Year Actual	Current Year Actual	Budget	Variance Over (Under)
Cash Receipts				
State/Federal Sources	63,445	97,981	81,840	
Contributions & Donations	$ 31,183	$ 37,122	$ 50,000	$ (12,878)
Total Cash Receipts	94,628	135,103	131,840	(12,878)
Expenditures				
Instructional & Educational Mat	92,897	103,174	124,340	(21,166)
Operations & Maintanance	5,647	8,823	2,500	6,323
Total Expenditures	98,544	111,997	126,840	(14,843)
Receipts Over (Under) Expenditures	(3,916)	23,106		
Unencumbered Cash - Beginning	39,389	35,473		
Unencumbered Cash - Ending	$ 35,473	$ 58,579	$	

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STATEMENT 3-13

AT RISK (Preschool) FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Other Revenue	$ 10,250	$ 11,250	$ 20,000	$ (8,750)
Transfer	50,000	49,274	75,000	(25,726)
Total Cash Receipts	60,250	60,524	95,000	(34,476)
Expenditures				
Instruction	59,370	60,524	95,880	(35,356)
Transportation	0	0	0	0
Total Expenditures	59,370	60,524	95,880	(35,356)
Receipts Over (Under) Expenditures	880	0		
Unencumbered Cash - Beginning	0	880		
Unencumbered Cash - Ending	880	880		

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STATEMENT 3-14

COVID RELIEF FUNDS

	Prior Year Actual	Current Year Actual
Cash Receipts		
ESSER/SPARK/CARES/Misc	$ 320,290	$ 475
Total Cash Receipts	320,290	475
Expenditures		
Expenditures	310,436	0
Total Expenditures	310,436	0
Receipts Over (Under) Expenditures	9,854	475
Unencumbered Cash - Beginning	(10,329)	(475)
Unencumbered Cash - Ending	$ (475)	$ 0

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STATEMENT 3-15

TITLE I - CURRENT

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal	$ 59,619	$ 65,217
Total Cash Receipts	59,619	65,217
Expenditures		
Instruction	59,619	65,217
Total Expenditures	59,619	65,217
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-16

TITLE I CARRYOVER

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	$ 0	$ 0
Federal	0	0
Total Cash Receipts	0	0
Expenditures		
Instruction	0	0
Support Service	0	0
Total Expenditures	0	0
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-17

FEDERAL FUNDS

TITLE II A

	Prior Year Actual	Current Year Actual
Cash Receipts	$ 9,812	$ 12,982
Cash Disbursements	9,812	12,982
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-18

KPERS

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Flow Through	$ 381,632	$ 362,329	$ 427,428	$ (65,099)
Total Cash Receipts	381,632	362,329	427,428	(65,099)
Expenditures				
Instruction	381,632	362,329	427,428	(65,099)
Total Expenditures	381,632	362,329	427,428	(65,099)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

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STATEMENT 3-19

CONTINGENCY RESERVE

	Prior Year Actual	Current Year Actual
Cash Receipts/Transfer	$ 148,505	$ 158,287
Expenditures	0	0
Receipts Over (Under) Expenditures	148,505	158,287
Unencumbered Cash - Beginning	322,588	471,093
Unencumbered Cash - Ending	$ 471,093	$ 629,380

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STATEMENT 3-20

TEXTBOOK & STUDENT MATERIAL REVOLVING

	Prior Year Actual	Current Year Actual
Cash Receipts		
Textbook Rental & Fees	23,766	20,622
Total Cash Receipts	23,766	20,622
Expenditures		
Textbooks Materials & Supplies	5,078	54,316
Total Expenditures	5,078	54,316
Receipts Over (Under) Expenditures	18,688	(33,694)
Unencumbered Cash - Beginning	40,510	59,198
Unencumbered Cash - Ending	$ 59,198	$ 25,504

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STATEMENT 3-21

	OTHER	
	Prior Year Actual	Current Year Actual
Cash Receipts		
Small Rural School	$ 0	$ 80,319
Total Cash Receipts	0	80,319
Expenditures		
School Improvement/Equipment	0	80,319
Total Expenditures	0	80,319
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-22

BOND AND INTEREST FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Motor Vehicle Tax	$ 0	$ 0	$ 0	$ 0
RV/Comm/16-20 Tax	0	0	0	0
Back Taxes	0	0	0	0
Ad Valorem Taxes	0	0	0	0
State Aic	0	0	0	0
Miscellaneous	0	0	0	0
Total Cash Receipts	0	0	0	0
Expenditures				
Transfer	0	0	0	0
Bond Interest	0	0	0	0
Cash Basis Reserve	0	0	0	0
Bond Fees	0	0	0	0
Total Expenditures	0	0	0	0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

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SCHOOL ACTIVITY FUNDS

STATEMENT 4

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Cash Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	Ending Cash Balance
Hanover High School							
Organizations/Classes							
Weight Room	2,242		2,349	2,354	2,237		2,237
Wildcat Enrichment	0		1,857	958	899		899
Wildcat Scholarship	0		750	750	0		0
FBLA	4,991		39,908	40,963	3,936		3,936
FFA	21,622		28,123	36,598	13,147		13,147
FCCLA	3,580		0	45	3,535		3,535
H-Club	177		413	396	194		194
Junior High FBLA	333		0	0	333		333
Thespian	933		1	0	934		934
Revolving/Clearing Accounts			0	0			
Lunch	0		53,023	53,023	0		0
Library	0		0	0	0		0
Sales Tax	0		4,412	4,410	2		2
Textbooks	0		13,103	9,353	3,750		3,750
Revolving Music	0		120	120	0		0
Revolving Vo-Ag	0		528	528	0		0
Revolving Wood	0		118	118	0		0
Revolving Art	0		620	620	0		0
Petty Cash	0		1,124	1,124	0		0
Student - Act Petty Cash	0		4,688	4,688	0		0
Freshman	0		0	0	0		0
Sophomores	252		62	275	39		39
Juniors	2,682		16,658	14,772	4,568		4,568
Seniors	1,589		1,093	1,968	714		714
Art Club	818		277	66	1,029		1,029
Yearbook	1,140		4,300	4,810	630		630
Music	452		0	0	452		452
Cheerleaders	155		0	0	155		155
Jr. High Cheerleaders	164		1,827	1,284	707		707
HS Scholar Bowl	199		0	0	199		199
National Honor Society	770		2,639	2,048	1,361		1,361
Student Council	906		0	185	721		721
Subtotal Hanover Agency Funds	$ 43,005	0	177,993	181,456	39,542	0	39,542
Student Activities	$ 35,082		45,518	61,008	19,592		19,592
Athletic Fee	3,930		4,895	6,511	2,314		2,314
Subtotal Hanover Activity Funds	39,012	0	50,413	67,519	21,906	0	21,906
Total Hanover Activity/Agency	82,017	0	228,406	248,975	61,448	0	61,448

This is not a budgeted fund
.See Accountant's Report and Accompanying Notes

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SCHOOL ACTIVITY FUNDS

STATEMENT 4 (Continued)

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Cash Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	Ending Cash Balance
Linn High School							
Revolving/Clearing Accounts							
Lunch	0		49,081	49,081	0		0
Textbooks	0		8,475	8,475	0		0
Revolving Music	0		275	275	0		0
Revolving Vo-Ag	0		1,493	1,493	0		0
Revolving Wood	0		0	0	0		0
Revolving Art	37		460	497	0		0
Petty Cash/Student Activities	0		4,495	4,495	0		0
Petty Cash	0		1,100	1,100	0		0
Sales Tax	0		2,868	2,853	15		15
FBLA	3,942		17,159	14,627	6,474		6,474
FFA	9,465		21,435	17,704	13,196		13,196
FCCLA	5,550		3,011	2,199	6,362		6,362
L-Club	511		1,020	944	587		587
Thespian	2,610		702	340	2,972		2,972
Yearbook	12,963		6,588	4,760	14,791		14,791
StuCo Activities	1,081		1,031	635	1,477		1,477
Bulldog Scholarship	8,658		8,653	7,459	9,852		9,852
Hispanic Heritage Scholarship	0		0	0	0		0
National Honor Society	3,896		0	818	3,078		3,078
Scholars Bowl	356		1,557	372	1,541		1,541
Class of 2021	100		0	100	0		0
Class of 2023	0		150	0	150		150
Class of 2024	428		0	0	428		428
Class of 2025	5,858		0	2,040	3,818		3,818
Class of 2026	11,296		3,196	12,324	2,168		2,168
Class of 2027	5,241		8,386	1,786	11,841		11,841
Class of 2028	0		12,583	368	12,215		12,215
Art Club	1,636		1,910	1,485	2,061		2,061
Linn Music	63		0	0	63		63
Jr. High Cheerleaders	563		1,836	1,063	1,336		1,336
Pepclub/Cheerleaders	925		5,184	3,817	2,292		2,292
Student Council	1,364		5,729	5,386	1,707		1,707
Subtotal Linn Agency Funds	$ 76,543	0	168,377	146,496	98,424	0	98,424
Administrative Activities	$ 10,315		32,337	26,263	16,389		16,389
Athletic Sponsorship	1,670		8,070	8,978	762		762
Athletic Fee	585		5,694	6,279	0		0
Subtotal Linn Activity Funds	12,570	0	46,101	41,520	17,151	0	17,151
Total Linn Activity/Agency	89,113	0	214,478	188,016	115,575	0	115,575

This is not a budgeted fund.
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