UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

Regulatory Basis Financial Statement and
Independent Auditors' Report with
Regulatory Required Supplemental Information
And Federal Compliance Section
For the Fiscal Year Ended June 30, 2024

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
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OSWEGO, KANSAS

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Diehl
Banwart
Bolton
Certified Public Accountants PA

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District #504
Oswego, Kansas

Opinions

We have audited the accompanying Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis, of the Unified School District #504 (District), Oswego, Kansas as of and for the fiscal year ended June 30, 2024 and the related notes to the financial statement.

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 #504, Oswego, Kansas as of June 30, 2024, and the aggregate receipts and expenditures for the fiscal year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

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 the District as of June 30, 2024 or changes in financial positions and cash flows thereof for the fiscal year then ended.

Basis for 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 audit opinions.

Basis for 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 to meet the financial reporting requirements of the State of Kansas. 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 June 30, 2024 summary statement of receipts, expenditures, and unencumbered cash balances – regulatory basis (financial statement) as a whole. The summary of expenditures – actual and budget – regulatory basis, individual fund schedules of receipts and expenditures – actual and budget – regulatory basis, schedule of receipts and expenditures – agency funds – regulatory basis and the schedule of receipts, expenditures, and unencumbered cash – district activity funds – regulatory basis (Schedules 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 financial statement, however they are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 16, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part

of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Prior Year Comparative Numbers

The 2023 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents), are also presented for comparative analysis and was not a required part of the 2023 financial statement upon which we rendered an unmodified opinion dated February 2, 2024. The 2023 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 http://admin.ks.gov/offices/chief-financial-officer/municipal-services. Such 2023 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 2023 basic financial statement. The 2023 comparative information was subjected to the auditing procedures applied in the audit of the 2023 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 2023 basic financial statement or to the 2023 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 2023 comparative information is fairly stated in all material respects in relation to the 2023 basic financial statement as a whole, on the basis of accounting described in Note 1.

Diehl, Banwart, Bolton, CPAs PA

DIEHL, BANWART, BOLTON, CPAs PA

January 16, 2025
Fort Scott, Kansas

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2024

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:						
General	$ -	$ 4,971,402	$ 4,971,402	$ -	$ -	$ -
Supplemental General	18,362	1,627,090	1,627,312	18,140	-	18,140
Special Purpose Funds:						
4 Yr Old At Risk	35,936	140,529	135,075	41,389	-	41,389
K-12 At Risk	219,581	1,047,922	1,041,646	225,857	-	225,857
Bilingual Education	763	-	-	763	-	763
Capital Outlay	660,651	306,488	137,561	829,578	-	829,578
Driver Education	29,339	-	-	29,339	-	29,339
Food Service	100,865	410,359	412,075	99,149	-	99,149
Professional Development	30,614	18,719	15,670	33,664	-	33,664
Parent Education	11,620	13,000	11,000	13,620	-	13,620
Special Education	242,651	942,859	853,858	331,652	-	331,652
Career and Postsecondary Education	143,623	175,081	123,962	194,742	-	194,742
KPERS Special Retirement	-	516,390	516,390	-	-	-
Recreation Commission	27,544	32,702	35,000	25,246	-	25,246
Contingency Reserve	324,980	23,160	18,140	330,000	-	330,000
Title I	5,887	121,060	123,492	3,456	-	3,456
ESSER	(119,942)	490,492	361,402	9,148	-	9,148
Kansas Safe School Grant	-	7,331	7,331	-	-	-
REAP Grant	(9,908)	60,485	50,577	-	-	-
Title II	-	9,368	9,368	-	-	-
21st Century	(39,504)	90,833	89,951	(38,622)	-	(38,622)
EMINTS Grant	950	1,740	1,740	950	-	950
COVID Testing	(431,015)	573,992	187,274	(44,296)	-	(44,296)
E-Rate Fiber Project	-	5,317	5,317	-	-	-
Gifts and Grants	-	75,032	32	75,000	-	75,000
District Activity Funds	995	48,003	43,688	5,310	-	5,310
Bond and Interest Fund	384,406	263,715	218,663	429,459	-	429,459
Trust Funds:						
Scholarships	167,520	5,846	10,889	162,477	-	162,477
Total Entity (Excluding Agency Funds)	$ 1,805,917	$ 11,978,916	$ 11,008,814	$ 2,776,020	$ -	$ 2,776,020

Composition of Cash	
District Checking Accounts	$ 2,606,733
Activity Checking Accounts	94,984
Petty Cash	1,500
Scholarship Checking Accounts	94,477
Scholarship Certificates of Deposit	68,000
Total Cash	2,865,694
Agency Funds per Schedule 3	(89,674)
Total Reporting Entity	$ 2,776,020

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement of Unified School District #504, Oswego, Kansas (District), has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies follow. Note 1 describes how the District's accounting policies differ from accounting policies generally accepted in the United States of America.

Reporting Entity
The District is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District #504 (the primary government). The District has developed criteria to determine whether outside agencies, with activities which benefit the members of the District, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the District exercises financial accountability, selection of governing authority, designation of management, ability to significantly influence operations, scope of public service and special financing relationships. Based on the above criteria, the District has determined that no outside agency meets the criteria; therefore, no outside agency has been included as a related municipal entity in this financial statement.

Basis of Presentation - Fund 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.

The following types of funds comprise the financial activities of the Unified School District #504:

GOVERNMENTAL FUNDS

General Fund - to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Fund - to account for the proceeds of specific tax levies and other specific revenue sources (other than capital projects and tax levies for long-term debt) that are intended for specified purposes.

Trust Fund - funds used to report assets held in trust for the benefit of the municipal financial reporting entity (ie. Pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

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

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)
Basis of Presentation - Fund Accounting – (Continued)

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

FIDUCIARY FUNDS

Agency Funds – funds used to report assets held by the District in a purely custodial capacity.

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

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis 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.

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 of accounting.

Budgetary Information

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

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

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 municipality held a revenue neutral rate hearing this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases 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 ten 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 in the fiscal year ending June 30, 2024. The General Fund budget was reduced to the legal maximum by the Kansas Department of Education.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Budgetary Information (Continued)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund as regulatory required supplemental information 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 revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments of the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Expenditures which are reimbursed by third parties result in budget credits which increase the spending authority by the amount of the reimbursement. Any unused budgeted expenditure authority lapses at year-end.

Legal operating budgets are not required in the following special purpose funds: Contingency Reserve, Title I, ESSER, Reap Grant, Title II, 21st Century, E-Mints, Covid Testing, Gifts and Grants, Kansas Safe School Grant, E Rate Fiber Projects Fund, or District Activity or Scholarship funds.

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

Cash and Investments

Cash and investments include money market checking accounts, and certificates of deposit. Kansas statutes permit investment in savings accounts, certificates of deposit, repurchase agreements, and obligations of the U.S. Treasury and the Kansas Municipal Investment Pool.

Compensated Absences

Full-time non-certified employees are eligible for vacation benefits ranging from 10 to 20 days a year. Employees are not allowed to accumulate and carry forward vacation benefits past their anniversary date and are not paid for them when they terminate employment.

Employees can accrue 10-12 days of sick leave each year. Up to 60 days of unused leave may be accumulated and carried over. Upon retirement certified staff with the District are paid for accumulated leave at the rate of 50% of the substitute teacher pay rate. That amount currently calculates to $50.00 per unused sick day.

The District accrues a liability for compensated absences which meet the following criteria:

1. The District's obligation relating to the employee's right to receive compensation for future absences is attributable to employee's services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and is material to the financial statements.

Based upon the above criteria the District has not determined a liability for vacation or sick pay.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The financial statement and regulatory required supplementary information have been prepared in order to show compliance with the cash basis and budget laws of Kansas. The negative balances in the 21st Century, and COVID Testing Funds are not cash basis violations because these amounts will be reimbursed. As shown, there were no apparent violations of the cash basis and budget laws of Kansas.

3. DEPOSITS AND INVESTMENTS WITH FINANCIAL INSTITUTIONS

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may 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, 2024, as detailed in the table below.

At June 30, 2024 the District's carrying amount of deposits was $2,865,779 and the bank balance was $3,888,582. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $399,477 was covered by federal depository insurance, $3,489,105 was collateralized by securities with a market value of $3,429,865 held by the pledging financial institutions' agents in the District's name. The District's bank deposits, FDIC coverage, and pledged securities are detailed in the chart below.

3. CASH IN BANK AND DEPOSITORY SECURITY (Continued)

FINANCIAL INSTITUTIONS

RISK CATEGORIES		LABETTE BANK	COMMERCIAL BANK	TOTALS
(1)	FDIC Insurance	$ 149,477	$ 250,000	$ 399,477
(1)	Collateralized with pledged securities held in the District's account	-	3,489,105	3,489,105
(2)	Collateralized with pledged securities in Bank's account	-	-	-
(3)	Uncollateralized	-	-	-
TOTAL BANK BALANCES		$ 149,477	$ 3,739,105	$ 3,888,582
Total Market Value of Pledged Securities		$ -	$ 3,429,865	$ 3,429,865

4. DEFINED BENEFIT PENSION PLAN

General Information about the 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 publically available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

4. **PENSION PLAN** (Continued)

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 13.88% and 13.11% respectively, for the fiscal year ended June 30, 2023. The actuarially determined employer contribution rate was 13.38% and 12.57% for the fiscal year ended June 30, 2024.

The 2015 Legislature passed and the Governor approved Senate Bill 288 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 School-Group's unfunded actuarial liability. The bond proceeds were received by KPERS on August 26, 2021.

The 2022 Legislature passed Senate Bill 2405, 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 $516,390 for the year ended June 30, 2024.

Net Pension Liability

At June 30, 2024, the District's proportionate share of the collective net pension liability reported by KPERS was $4,522,041. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. 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, 2023. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

5. RISK MANAGEMENT

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

6. CONTINGENCIES

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

7. TRANSFERS

Operating transfers were as follows:

FROM	TO	STATUTORY AUTHORITY	AMOUNT
General	Food Service	KSA 72-5164	$ 46,445
General	Special Education	KSA 72-3422	844,473
General	K-12 At Risk	KSA 72-5153	842,654
General	4 Yr Old At Risk	KSA 72-5154	83,000
General	Capital Outlay	KSA 72-53, 113	11,882
General	Parent Education	KSA 72-4165	13,000
General	Contingency Reserve	KSA 72-5165	23,160
Supplemental General	Special Education	KSA 72-3422	97,753
Supplemental General	K-12 At Risk	KSA 72-5153	205,268
Supplemental General	Career & Postsecondary Education	KSA 72-5162	174,081
Supplemental General	4 Yr Old At Risk	KSA 72-5154	20,000
Supplemental General	Professional Development	KSA 72-2552	17,889
Contingency Reserve	Supplemental General	KSA 72-5164	18,140

8. POST EMPLOYMENT BENEFITS

Participation in Group Health Insurance Plan

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan until they reach age 65. 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 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. There is no cost to the District under this program.

9. SUBSEQUENT EVENTS

Management has evaluated events and transactions occurring subsequent to June 30, 2024 through January 16, 2025, the date of the financial statement. During this period, there were no subsequent events requiring recognition in the financial statement or disclosure in the notes to the financial statements.

10. LONG TERM DEBT

Attached are schedules detailing changes in long-term debt and its maturity.

Schedule of Changes in Long-Term Debt

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balances Beginning of Year	Additions / New Debt	Reductions / PrincipalPaid	Balances End of Year	Interest Paid
General Obligation Bonds									
Series 2022-A Refunding	0.9-2.50%	1/19/2022	2,235,000	9/1/2033	2,195,000	-	175,000	2,020,000	43,663
					$2,195,000	$ -	$ 175,000	$2,020,000	$ 43,663

Schedule of Maturities in Long-Term Debt

Fiscal Year Ended June 30,	2025	2026	2027	2028	2029	2030 2034	2035 2039	Totals
PRINCIPAL								
General Obligation Bonds								
Series 2022-A Refunding	$ 180,000	$ 185,000	$ 190,000	$ 190,000	$ 200,000	$ 1,075,000	$ -	$ 2,020,000
Total Principal	180,000	185,000	190,000	190,000	200,000	1,075,000	-	2,020,000
INTEREST								
General Obligation Bonds								
Series 2022-A Refunding	$ 40,112	$ 36,840	$ 33,753	$ 30,334	$ 26,530	$ 64,257	$ -	$ 231,826
Total Interest	40,112	36,840	33,753	30,334	26,530	64,257	-	231,826
Total Principal and Interest	$ 220,112	$ 221,840	$ 223,753	$ 220,334	$ 226,530	$ 1,139,257	$ -	$ 2,251,826

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

REGULATORY REQUIRED
SUPPLEMENTAL INFORMATION

Schedule 1

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024

Funds	Certified Budget	Adjustment to Comply with Legal Maximum	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General Funds:						
General	$ 4,904,832	$ (31,546)	$ 98,116	$ 4,971,402	$ 4,971,402	$ -
Supplemental General	1,638,038	(10,280)	-	1,627,758	1,627,312	(446)
Special Purpose Funds:						
4 Yr Old At Risk	136,500	-	-	136,500	135,075	(1,425)
K-12 At Risk	1,209,000	-	-	1,209,000	1,041,646	(167,354)
Bilingual Education	763	-	-	763	-	(763)
Capital Outlay	908,600	-	-	908,600	137,561	(771,039)
Driver Education	35,700	-	-	35,700	-	(35,700)
Food Service	584,400	-	-	584,400	412,075	(172,325)
Professional Development	52,250	-	-	52,250	15,670	(36,580)
Parent Education	19,550	-	-	19,550	11,000	(8,550)
Special Education	1,164,850	-	-	1,164,850	853,858	(310,992)
Career and Postsecondary Education	294,750	-	-	294,750	123,962	(170,788)
KPERS Special Retirement	541,894	-	-	541,894	516,390	(25,504)
Recreation Commission	37,500	-	-	37,500	35,000	(2,500)
Bond and Interest Fund	218,862	-	-	218,862	218,663	(200)
	11,747,489					

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ -	-	$ -	$ -
Delinquent tax	-	-	-	-
Mineral tax	-	-	-	-
Reimbursement	110,047	96,116	-	96,116
Interest	-	-	-	-
State Sources				
General aid	3,742,703	4,311,060	4,294,432	16,628
Other state aid	-	2,000	-	2,000
Special education aid	516,446	562,226	610,400	(48,174)
Total Cash Receipts	4,369,196	4,971,402	$ 4,904,832	$ 66,570
Expenditures				
Instruction	1,634,167	1,695,471	$ 1,910,240	$ (214,769)
Support Services				
Student Support	53,125	57,094	68,775	(11,681)
Instructional Support	58,434	61,686	62,754	(1,068)
General Administration	230,428	245,335	264,600	(19,265)
School Administration	145,803	159,378	153,300	6,078
Operations and Maintenance	607,523	593,631	700,720	(107,089)
Transportation	233,080	255,194	274,825	(19,631)
Central Services	36,822	38,998	66,500	(27,502)
Operating transfers to Other Funds				
Food Service	-	46,445	-	46,445
4 Yr Old At Risk	20,218	83,000	28,500	54,500
K-12 At Risk	695,000	842,654	764,218	78,436
Special Education	586,446	844,473	610,400	234,073
Parent Education	-	13,000	-	13,000
Contingency Reserve	-	23,160		23,160
Capital Outlay	68,149	11,882	-	11,882
Adjustments to Budget to Comply with				
Legal Maximum Budget	-	-	(31,546)	31,546
Adjustment for Reimbursed Expenses	-	-	98,116	(98,116)
Total Expenditures Subject to Budget	4,369,196	4,971,402	$ 4,971,402	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 247,431	$ 291,320	$ 20,060	$ 271,260
Delinquent tax	9,057	6,269	1,195	5,074
Motor vehicle tax	36,472	31,780	32,267	(487)
State Sources				
Supplemental aid	1,108,394	1,279,581	1,287,662	(8,081)
Operating Transfers from Other Funds				
Contingency Reserve	-	18,140	-	18,140
Total Cash Receipts	1,401,354	1,627,090	$ 1,341,184	$ 267,766
Expenditures				
Instruction	141,805	427,650	$ 401,109	$ 26,541
Support Services				
Student Support	16,312	86,793	19,500	67,293
Instructional Support	10,590	13,515	12,825	690
General Administration	65,143	73,429	66,300	7,129
School Administration	283,784	311,157	319,980	(8,823)
Operations and Maintenance	141,734	199,777	67,100	132,677
Transportation	-	-	-	-
Central Services	-	-	36,750	(36,750)
Operating transfers to Other Funds				
Professional Development	13,000	17,889	15,000	2,889
Parent Education	-	-	8,500	(8,500)
Food Service	10,000	-	15,000	(15,000)
Special Education	240,661	97,753	270,000	(172,247)
Career and Postsecondary Education	140,000	174,081	152,000	22,081
4 Yr Old At Risk	22,000	20,000	28,000	(8,000)
K - 12 At Risk	337,265	205,268	225,974	(20,706)
Adjustments to Budget to Comply with Legal Maximum Budget	-	-	(10,280)	10,280
Total Expenditures Subject to Budget	1,422,295	1,627,312	$ 1,627,758	$ (446)
Receipts Over (Under) Expenditures	(20,941)	(222)		
Unencumbered Cash, Beginning	39,303	18,362		
Unencumbered Cash, Ending	$ 18,362	$ 18,140		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
4 YR OLD AT RISK FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ 42,379	$ 37,529	$ 45,000	$ (7,471)
Operating Transfer from Other Funds				
Supplemental General	22,000	20,000	28,000	
General	20,218	83,000	28,500	54,500
Total Cash Receipts	84,598	140,529	$ 101,500	$ 47,029
Expenditures				
Instruction	83,686	135,075	$ 136,500	$ (1,425)
Other Supplemental Services	-	-	-	-
Total Expenditures Subject to Budget	83,686	135,075	$ 136,500	$ (1,425)
Receipts Over (Under) Expenditures	912	5,454		
Unencumbered Cash, Beginning	35,023	35,936		
Unencumbered Cash, Ending	$ 35,936	$ 41,389		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
K-12 AT RISK FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ -	$ -
Operating Transfer from Other Funds				
General	695,000	842,654	764,218	78,436
Supplemental General	337,265	205,268	225,974	(20,706)
Total Cash Receipts	1,032,265	1,047,922	$ 990,192	$ 57,730
Expenditures				
Instruction	1,093,390	1,041,646	$ 1,209,000	$ (167,354)
Instructional Support	-	-	-	-
Total Expenditures Subject to Budget	1,093,390	1,041,646	$ 1,209,000	$ (167,354)
Receipts Over (Under) Expenditures	(61,124)	6,276		
Unencumbered Cash, Beginning	280,705	219,581		
Unencumbered Cash, Ending	$ 219,581	$ 225,857		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
BILINGUAL EDUCATION
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ -	$ -
Operating Transfer from Other Funds				
General	-	-	-	-
Supplemental General	-	-	-	-
Total Cash Receipts	-	-	$ -	$ -
Expenditures				
Instruction	-	-	$ 763	$ (763)
Instructional Support	-	-	-	-
Total Expenditures Subject to Budget	-	-	$ 763	$ (763)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	763	763		
Unencumbered Cash, Ending	$ 763	$ 763		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
CAPITAL OUTLAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 111,534	$ 112,285	$ 131,105	$ (18,820)
Delinquent tax	3,876	2,774	806	1,968
Motor vehicle tax	16,038	14,019	21,591	(7,572)
Recreational vehicle tax	142	155		155
Interest on idle funds	2,211	2,594		2,594
Miscellaneous	4,818	47,910	-	47,910
State Sources				
State Aid	96,002	114,869	116,287	(1,418)
Operating Transfer from Other Funds				
General	68,149	11,882	-	11,882
Total Cash Receipts	302,770	306,488	$ 269,789	$ 36,699
Expenditures				
Instruction	7,641	29,514	$ 75,000	$ (45,486)
Support Services				
Operations and Maintenance	134,940	9,827	612,600	(602,773)
Facility Acquisition and Construction	164,611	98,220	221,000	(122,780)
Total Expenditures Subject to Budget	307,192	137,561	$ 908,600	$ (771,039)
Receipts Over (Under) Expenditures	(4,422)	168,927		
Unencumbered Cash, Beginning	665,073	660,651		
Unencumbered Cash, Ending	$ 660,651	$ 829,578		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
DRIVER EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Other	$ -	$ -	$ -	$ -
State Sources				
State aid	-	-	6,750	(6,750)
Operating Transfer from Other Funds				
General	-	-	-	-
Total Cash Receipts	-	-	$ 6,750	$ (6,750)
Expenditures				
Instruction	-	-	$ 35,700	$ (35,700)
Support Services				
Operations and Maintenance	-	-	-	-
Total Expenditures Subject to Budget	-	-	$ 35,700	$ (35,700)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	29,339	29,339		
Unencumbered Cash, Ending	$ 29,339	$ 29,339		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
FOOD SERVICE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance - Over (Under)
Cash Receipts				
Local Sources				
Students	$ 70,813	$ 64,998	$ 105,955	$ (40,957)
Adults	12,991	5,672	33,460	
Interest on idle funds	149	89		89
Other	654	48	-	48
State Sources				
State Aid	2,871	2,920	2,804	116
Federal Sources				
Child nutrition aid	297,301	285,866	326,691	(40,825)
Other grants	27,231	4,320	-	4,320
Operating Transfer from Other Funds				
Supplemental General	10,000	-	15,000	(15,000)
General	-	46,445	-	46,445
Total Cash Receipts	422,009	410,359	$ 483,910	$ (45,763)
Expenditures				
Operation of Noninstructional Services				
Food Service Operation	443,284	412,075	$ 584,400	$ (172,325)
Total Expenditures Subject to Budget	443,284	412,075	$ 584,400	$ (172,325)
Receipts Over (Under) Expenditures	(21,274)	(1,715)		
Unencumbered Cash, Beginning	122,139	100,865		
Unencumbered Cash, Ending	$ 100,865	$ 99,149		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
PROFESSIONAL DEVELOPMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ -	$ -
State Sources				
State Aid	1,882	830	7,357	(6,527)
Operating Transfer from Other Funds				
General	-	-	-	-
Supplemental General	13,000	17,889	15,000	2,889
Total Cash Receipts	14,882	18,719	$ 22,357	$ (3,638)
Expenditures				
Support Services				
Instructional Support Staff	13,485	15,670	$ 52,250	$ (36,580)
Other Supplemental Services	-	-		-
Total Expenditures Subject to Budget	13,485	15,670	$ 52,250	$ (36,580)
Receipts Over (Under) Expenditures	1,397	3,050		
Unencumbered Cash, Beginning	29,217	30,614		
Prior Year Cancelled Encumbrance	-	-		
Unencumbered Cash, Ending	$ 30,614	$ 33,664		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
PARENT EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Federal Sources				
Federal Aid	$ -	$ -	$ -	$ -
Operating Transfer from Other Funds				
Supplemental General	-	-	8,500	(8,500)
General	-	13,000	-	13,000
Total Cash Receipts	-	13,000	$ 8,500	$ 4,500
Expenditures				
Instruction	-	11,000		$ 11,000
Support Services	-	-	19,550	(19,550)
Total Expenditures Subject to Budget	-	11,000	$ 19,550	$ (8,550)
Receipts Over (Under) Expenditures	-	2,000		
Unencumbered Cash, Beginning	11,620	11,620		
Unencumbered Cash, Ending	$ 11,620	$ 13,620		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
SPECIAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ 1,390	$ 633	$ 75,000	$ (74,367)
Medicaid	-	-	-	-
Federal Sources				
Federal Aid	-	-	-	-
Operating Transfer from Other Funds				
Supplemental General	240,661	97,753	270,000	(172,247)
General	586,446	844,473	610,400	234,073
Total Cash Receipts	828,497	942,859	$ 955,400	$ (12,541)
Expenditures				
Instruction	660,244	756,606	$ 990,000	$ (233,394)
Support Services				
Instructional Support	-	-	-	-
Transportation	100,173	97,253	174,850	(77,597)
Total Expenditures Subject to Budget	760,417	853,858	$ 1,164,850	$ (310,992)
Receipts Over (Under) Expenditures	68,080	89,001		
Unencumbered Cash, Beginning	174,571	242,651		
Unencumbered Cash, Ending	$ 242,651	$ 331,652		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
CAREER AND POSTSECONDARY EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Miscellaneous	$ -	$ -	$ -	$ -
State Sources				
State aid	-	-	-	-
Federal Sources				
Federal aid	-	1,000	-	1,000
Operating Transfer from Other Funds				
Supplemental General	140,000	174,081	152,000	22,081
General	-	-	-	-
Total Cash Receipts	140,000	175,081	$ 152,000	$ 23,081
Expenditures				
Instruction	128,834	123,962	$ 248,000	$ (124,038)
Other Support Services	-	-	-	-
Transportation	-	-	46,750	(46,750)
Total Expenditures Subject to Budget	128,834	123,962	$ 294,750	$ (170,788)
Receipts Over (Under) Expenditures	11,166	51,119		
Unencumbered Cash, Beginning	132,457	143,623		
Unencumbered Cash, Ending	$ 143,623	$ 194,742		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
KPERS SPECIAL RETIREMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
State Sources				
State Aid	$ 493,528	$ 516,390	$ 541,894	$ (25,504)
Operating Transfer from Other Funds				
General	-	-	-	-
Total Cash Receipts	493,528	516,390	$ 541,894	$ (25,504)
Expenditures				
Instruction	329,874	345,155	$ 362,202	$ (17,047)
Student Support	19,248	20,139	21,134	(995)
Instructional Support	7,502	7,849	8,237	(388)
General Administration	29,858	31,242	32,785	(1,543)
School Administration	48,711	50,968	53,485	(2,517)
Central Services	-	-	-	-
Operations and Maintenance	30,056	31,448	33,001	(1,553)
Trasnportation	12,684	13,271	13,927	(656)
Food Service	15,595	16,318	17,123	(805)
Total Expenditures Subject to Budget	493,528	516,390	$ 541,894	$ (25,504)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
RECREATION COMMISSION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 27,803	$ 28,463	$ 29,645	$ (1,182)
Delinquent tax	969	695	135	560
Motor vehicle tax	3,662	3,520	3,562	(42)
Recreational vehicle tax	383	24	38	(14)
Total Cash Receipts	32,817	32,702	$ 33,380	$ (1,182)
Expenditures				
Community Service Operations	37,500	35,000	$ 37,500	$ (2,500)
Total Expenditures Subject to Budget	37,500	35,000	$ 37,500	$ (2,500)
Receipts Over (Under) Expenditures	(4,683)	(2,298)		
Unencumbered Cash, Beginning	32,227	27,544		
Unencumbered Cash, Ending	$ 27,544	$ 25,246		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
CONTINGENCY RESERVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating transfer from Other Funds		
General	$ -	$ 23,160
Total Cash Receipts	-	23,160
Expenditures		
Operating transfer to		
Supplemental General	-	18,140
Total Expenditures	-	18,140
Receipts Over (Under) Expenditures	-	5,020
Unencumbered Cash, Beginning	324,980	324,980
Unencumbered Cash, Ending	$ 324,980	$ 330,000

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
TITLE I FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal aid	$ 118,708	$ 121,060
Total Cash Receipts	118,708	121,060
Expenditures		
Instruction	122,773	123,492
General Administration	-	-
Total Expenditurs	122,773	123,492
Receipts Over (Under) Expenditures	(4,065)	(2,432)
Unencumbered Cash, Beginning	9,953	5,887
Unencumbered Cash, Ending	$ 5,887	$ 3,456

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
ESSER FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
ESSER Aid	$ 517,988	$ 490,492
Total Cash Receipts	517,988	490,492
Expenditures		
Program Expenditures	624,977	361,402
Total Expenditurs	624,977	361,402
Receipts Over (Under) Expenditures	(106,989)	129,090
Unencumbered Cash, Beginning	(12,952)	(119,942)
Unencumbered Cash, Ending	$ (119,942)	$ 9,148

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
KANSAS SAFE SCHOOL GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Sources		
State Aid	$ -	$ 7,331
Total Cash Receipts	-	7,331
Expenditures		
Instruction	-	7,331
Total Expenditurs	-	7,331
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
REAP GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal aid	$ 34,377	$ 60,485
Total Cash Receipts	34,377	60,485
Expenditures		
Instruction	42,805	50,577
Total Expenditurs	42,805	50,577
Receipts Over (Under) Expenditures	(8,428)	9,908
Unencumbered Cash, Beginning	(1,480)	(9,908)
Unencumbered Cash, Ending	$ (9,908)	$ 0

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
TITLE II FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Federal aid	$ 11,262	$ 9,368
Total Cash Receipts	11,262	9,368
Expenditures		
Instruction	11,262	9,368
Total Expenditurs	11,262	9,368
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
21ST CENTURY FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Grant	$ 64,873	$ 90,833
Local Sources		
Miscellaneous	-	-
Total Cash Receipts	64,873	90,833
Expenditures		
Program Expenditures	89,629	89,951
Total Expenditurs	89,629	89,951
Receipts Over (Under) Expenditures	(24,756)	882
Unencumbered Cash, Beginning	(14,748)	(39,504)
Unencumbered Cash, Ending	$ (39,504)	$ (38,622)

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
EMINTS GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Grant	$ 17,026	$ 1,740
Local Sources		
Miscellaneous	-	-
Total Cash Receipts	17,026	1,740
Expenditures		
Program Expenditures	17,026	1,740
Total Expenditurs	17,026	1,740
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	950	950
Unencumbered Cash, Ending	$ 950	$ 950

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
COVID TESTING FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources		
Grant	$ 198,789	$ 573,992
Local Sources		
Miscellaneous	-	-
Total Cash Receipts	198,789	573,992
Expenditures		
Program Expenditures	632,784	187,274
Total Expenditurs	632,784	187,274
Receipts Over (Under) Expenditures	(433,995)	386,719
Unencumbered Cash, Beginning	2,980	(431,015)
Unencumbered Cash, Ending	$ (431,015)	$ (44,296)

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
E-RATE FIBER PROJECT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Sources		
State Aid	$ -	$ 5,317
Federal Sources		
Grant	-	-
Total Cash Receipts	-	5,317
Expenditures		
Program Expenditures	-	5,317
Total Expenditurs	-	5,317
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
GIFTS AND GRANTS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources		
Gifts	$ 1,892	$ 32
Patterson Foundation Grant	-	75,000
Total Cash Receipts	1,892	75,032
Expenditures		
Instruction	1,892	32
Total Expenditures	1,892	32
Receipts Over (Under) Expenditures	-	75,000
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ 75,000

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance - Over (Under)
Cash Receipts				
Local Sources				
Ad valorem tax	$ 61,815	$ 45,254	$ 48,563	$ (3,309)
Delinquent tax	2,634	1,804	296	1,508
Motor vehicle tax	10,428	8,829	8,958	(129)
Recreational vehicle tax	91	99	95	4
Interest on idle funds	-	-	-	-
Other	2,116	-	-	-
State Sources				
State aid	201,841	207,729	207,729	-
Total Cash Receipts	278,926	263,715	$ 265,641	$ (1,926)
Expenditures				
Debt Service				
Principal	190,000	175,000	$ 175,000	$ -
Interest	53,183	43,663	43,862	(200)
Other	-	-	-	-
Total Expenditures Subject to Budget	243,183	218,663	218,862	(200)
Receipts Over (Under) Expenditures	35,744	45,053		
Unencumbered Cash, Beginning	348,663	384,406		
Unencumbered Cash, Ending	$ 384,406	$ 429,459		

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
SCHOLARSHIP FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2024
(With Comparative Actual Totals for the Prior Year Ended June 30, 2023)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources		
Donations	$ -	$ 2,445
Interest	1,444	3,401
Total Cash Receipts	1,444	5,846
Expenditures		
Other	-	189
Scholarships	8,000	10,700
Total Expenditurs	8,000	10,700
Receipts Over (Under) Expenditures	(6,556)	(4,854)
Unencumbered Cash, Beginning	174,076	167,520
Unencumbered Cash, Ending	$ 167,520	$ 162,477

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2024

Agency Funds	Beginning Cash Balances	Cash Receipts	Cash Disbursements	Ending Cash Balances
Student Organizations				
Oswego High School & Middle School	$ 45,105	107,144	$ 94,113	$ 58,136
Service Valley Charter Academy	20,122	20,682	22,072	18,732
Neosho Heights Elem. School	12,846	20,472	20,512	12,806
Totals	78,073	148,298	$ 136,698	$ 89,674

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS
DISTRICT ACTIVITY FUNDS
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2024

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Cash Balances June, 30 2021
Athletics						
Oswego High School & Middle School	$ 995	$ 48,003	$ 43,688	$ 5,310	$ -	$ 5,310
Totals	$ 995	$ 48,003	$ 43,688	$ 5,310	$ -	$ 5,310

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2024

FEDERALGRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AMOUNT RECEIVED	AMOUNT EXPENDED
U.S. Department of Agriculture			
Passed Through the State of Kansas			
Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	$ 66,633	$ 66,633
School Lunch Program	10.555	188,231	$ 188,231
Summer Food Serivice Program	10.559	20,367	$ 20,367
Fresh Fruits and Vegetables Program	10.582	10,635	$ 10,635
Total Child Nutrition Cluster		285,866	$ 285,866
Local Food for Schools Cooperative Agreement Program	10.185	4,320	$ 4,320
		290,186	290,186
U.S. Department of Education			
Rural Education	84.358A	60,485	50,577
Passed Through the State of Kansas			
Department of Education:			
Career and Technical Education	84.048	1,000	1,000
Title I Grants to Local Education Agencies	84.010	105,603	105,603
Twenty-First Century Community Learning Centers	84.287	90,833	89,951
Supporting Effective Instruction State Grants	84.367	9,368	-
Student Support and Academic Enrichment Program	84.424A	15,457	15,457
COVID-19 Education Stabalization Fund	84.425U	490,492	361,402
		773,238	623,990
U.S. Department of Health and Human Services			
Passed Through the State of Kansas			
Department of Education:			
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	573,992	187,274
TOTALS		$ 1,637,417	$ 1,101,449

NOTES:

1. The schedule of expenditures of federal awards has been prepared in accordance with the regulatory basis of accounting as set forth in the Kansas Municipal Audit and Accounting Guide. Under the regulatory basis of accounting, revenues are recognized when cash is received. Expenditures include disbursements accounts payable and encumbrances. Encumbrances are commitments of the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract.

2. The District did not elect to use the 10% de minimis indirect cost rate.

UNIFIED SCHOOL DISTRICT #504

FEDERAL COMPLIANCE SECTION

For the Fiscal Year Ended June 30, 2024

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

Summary Schedule of Prior Audit Findings
For the Fiscal Year Ended June 30, 2024

Finding 2023-001 Drafting Financial Statements

Condition: The District's auditors provide significant assistance with preparing their financial statement in the regulatory basis format as well as determining which disclosures are required.

Recommendation: None

Current Status: The District continues to rely on their auditors to assist in preparing the financial statement and disclosures. The District periodically reviews the situation. The District continues to believe this is the most cost-effective way to produce their financial statement. This remains a current year audit finding.

Diehl
Banwart
Bolton
Certified Public Accountants PA

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

Board of Education
Unified School District #504
Oswego, Kansas 67356

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the regulatory basis financial statement of Unified School District #504 as of and for the year ended June 30, 2024, and the related notes to the regulatory basis financial statement and have issued our report thereon dated January 16, 2025.

Report on Internal Control over Financial Reporting
In planning and performing our audit of the regulatory basis financial statement, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstance for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Diehl, Banwart, Bolton, CPAs PA

DIEHL, BANWART, BOLTON, CPAs PA

January 16, 2025
Fort Scott, Kansas

Diehl
Banwart
Bolton
Certified Public Accountants PA

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

Board of Education
Unified School District #504
Oswego, Kansas 67356

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Unified School District #504's (District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. Unified District #504's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards,

Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

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

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

Report on Internal Control over Compliance

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

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

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

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

Diehl, Banwart, Bolton, CPAs PA

DIEHL, BANWART, BOLTON, CPAs PA

January 16, 2025
Fort Scott, Kansas

UNIFIED SCHOOL DISTRICT #504
OSWEGO, KANSAS

Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2024

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS:

Type of auditors' report issued: —

- Adverse for departures from accounting principles generally accepted in the United States of America due to preparation of financial statements in accordance with the regulatory basis of accounting.
- Unqualified opinion on the regulatory basis financial statements.

Internal control over financial reporting:

- Material weakness(es) identified? _ *YES* _X_ *NO*
- Significant deficiency(ies) identified that are not considered to be material weaknesses? NONE _ *YES* _X_ *REPORTED*

Noncompliance material to financial statements noted? _ *YES* _X_ *NO*

FEDERAL AWARDS:

Internal control over major programs:

- Material weakness(es) identified? _ *YES* _X_ *NO*
- Significant deficiency(ies) identified that are not considered to be material weaknesses? NONE _ *YES* _X_ *REPORTED*

Type of auditors' report issued on compliance for major programs: UNQUALIFIED

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of the Uniform Guidance _ *YES* _X_ *NO*

IDENTIFICATION OF MAJOR PROGRAMS:

CFDA #	NAME OF PROGRAM
84.425U	Elementary Secondary School Relief
10.553, 10.555, 10.559, 10.582	Child Nutrition Cluster

Auditee qualified as low-risk auditee? _ *YES* _X_ *NO*

The dollar threshold used to distinguish between Type A and Type B Programs was $750,000.

SECTION II - FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No material findings or questioned costs required to be disclosed under the Uniform Guidance.