Santa Fe Trail Unified School District No. 434
Scranton, Kansas

Financial Statement
As of June 30, 2023
and For the Year Then Ended

With Report by Independent Auditor

SHIPLEY
CPA, LLC
Audit, Assurance, & Consulting Services

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Santa Fe Trail Unified School District No. 434

Adverse and Unmodified Opinions
I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of Santa Fe Trail Unified School District No. 434 (the District), as of and for the year ended June 30, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In my opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of my report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In my opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* (KMAAG) described in Note 1.

Basis for Adverse and Unmodified Opinions
I conducted my audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the KMAAG. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of my report. I am required to be independent of the District, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the KMAAG, 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.

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Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

My 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 my 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 and *Government Auditing Standards*, I:

- 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 my 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.

I am 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 I identified during the audit.

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Other Matters

Supplementary Information

My 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 schedules listed under regulatory required supplementary information in the accompanying table of contents, including the schedule of expenditures of federal awards as required by Title 2 U*.S. Code of Federal Regulation* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for the 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 KMAAG. 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 my opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued a report dated November 27, 2023 on my consideration of the District's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's 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.

Shipley CPA, LLC

Shipley CPA, LLC
Topeka, Kansas
November 27, 2023

Santa Fe Trail Unified School District No. 434 **Statement 1**
Scranton, Kansas
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General	$ 191	$ 9,184,466	$ 9,198,792	$ (14,135)	$ 231,293	$ 217,158
Supplemental General	100,945	2,906,319	2,980,909	26,355	41,787	68,142
Special Purpose Funds:						
Gifts and Grants	217,496	92,175	10,798	298,873	3,820	302,693
At Risk (4 year olds)	50,467	81,204	79,593	52,078	10,594	62,672
At Risk (K-12)	99,275	1,385,685	1,373,078	111,882	93,818	205,700
Bilingual Education	283	-	-	283	-	283
Driver Training	11,157	23,033	17,459	16,731	-	16,731
Food Service	292,858	707,140	704,860	295,138	-	295,138
Professional Development	72,498	7,748	15,037	65,209	978	66,187
Career and Postsecondary Education	50,000	196,631	162,355	84,276	12,940	97,216
Special Education	461,606	1,968,301	1,841,601	588,306	1,333	589,639
Virtual Education	10,503	15,901	14,404	12,000	-	12,000
Federal Grant Funds	-	1,241,612	1,262,831	(21,219)	65,167	43,948
KPERS Special Retirement Contribution	-	956,418	956,418	-	-	-
Contingency Reserve	300,101	75,000	-	375,101	-	375,101
Textbook Rental	144,600	95,962	94,211	146,351	3,229	149,580
Capital Outlay	908,934	1,164,552	1,534,307	539,179	630,776	1,169,955
Gate Receipts	713	97,533	91,197	7,049	-	7,049
District Activity	50,853	198,651	203,235	46,269	-	46,269
Bond and Interest Fund	692,943	522,038	377,640	837,341	-	837,341
Total Reporting Entity (Excluding Agency Funds)	$ 3,465,423	$ 20,920,369	$ 20,918,725	$ 3,467,067	$ 1,095,735	$ 4,562,802

Composition of Cash:	
Checking accounts	$ 4,622,552
Less Agency Funds per Schedule 3	(59,750)
Total Reporting Entity (Excluding Agency Funds)	$ 4,562,802

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

Santa Fe Trail Unified School District No. 434
Scranton, Kansas

Notes to the Financial Statement
For the Year Ended June 30, 2023

1. Summary of Significant Accounting Policies

Reporting Entity
Santa Fe Trail Unified School District No. 434 (the District) is a municipal corporation governed by an elected seven-member board. This financial statement includes all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

Fund Accounting
The accounts of the District are organized and operated on the basis of funds. 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 out specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds were utilized in recording the financial activities of the District for the year ended June 30, 2023.

Regulatory Basis Fund Types

General fund and Supplemental General fund – used to account for the general operations of the District and are used to account for all resources except those required to be accounted for in other funds.
Special Purpose fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.
Bond and Interest fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.
Agency fund – used to account for assets held by the District as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are custodial in nature and do not involve measurement of operations.

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

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.

2. Budgetary Information

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this 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 for individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

A legal operating budget is not required for agency funds, activity funds, and the following special purpose funds: textbook rental, contingency reserve, district activity funds.

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

3. Use of Estimates

The preparation of the financial statement in compliance with the regulatory basis requires management to make estimates and assumptions that affect the reported amounts of encumbrances at the date of the financial statement and the reported amounts of expenditures during the reporting period. Actual results could differ from those estimates.

4. Deposits and Investments

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

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

Interest rate risk: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

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%. The District did not have a peak period pledge agreement during the year ended June 30, 2023, and therefore the District did not designate peak periods. All deposits were legally secured at June 30, 2023.

Custodial credit risk – investments: For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District 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.

At June 30, 2023 the District's carrying amount of deposits was $4,622,552 and the bank balance was $4,993,158. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by federal depository insurance, $4,455,761 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the District's name and the remaining $37,397 was unsecured.

5. Long-Term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2023, were as follows:

	Amount of Issue	Interest Rates	Date of Issue	Date of Final Maturity
General Obligation Bonds				
Series 2013	$ 4,600,000	1.35-2.35%	5/1/2013	9/1/2028

	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
Series 2013	$ 2,535,000	$ -	$ 330,000	$ 2,205,000	$ 47,640
Lease purchase agreements:					
Buses - 1	9,245	-	9,245	-	-
VAR Resources	56,711	-	56,711	-	4,159
First Security Bank	187,354	-	91,670	95,684	4,544
	253,310	-	157,626	95,684	8,703
Early retirement benefits	28,950	-	10,200	18,750	-
Total Long Term Debt	$ 2,817,260	$ -	$ 497,826	$ 2,319,434	$ 56,343

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

Year	Principal	Interest
2024	$ 444,084	$ 42,193
2025	356,600	36,065
2026	363,300	32,828
2027	375,450	25,628
2028	385,000	17,753
2029-2033	395,000	9,283
Total	$ 2,319,434	$ 163,750

Subsequent to year end the District entered into two new bus leases with total amount leased of $592,866 and $960,570 with respective maturities of June 30, 2026 and June 30, 2028.

6. Interfund Transactions

Operating transfers during the fiscal year ended June 30, 2023 were as follows:

From	To	Regulatory Authority	Amount
General Fund	At Risk (K-12)	K.S.A. 72-5167	$ 1,060,789
General Fund	Virtual Education	K.S.A. 72-5167	10,514
General Fund	Career and Postsecondary Education	K.S.A. 72-5167	181,788
General Fund	Special Education	K.S.A. 72-5167	1,533,716
General Fund	Capital Outlay	K.S.A. 72-5167	130,000
General Fund	Contingency Reserve	K.S.A. 72-5167	75,000
General Fund	Drivers Training	K.S.A. 72-5167	5,933
Supplemental General	At Risk (4 year olds)	K.S.A. 72-5143	11,003
Supplemental General	At Risk (K-12)	K.S.A. 72-5143	324,896
Supplemental General	Virtual Education	K.S.A. 72-5143	5,387
Supplemental General	Special Education	K.S.A. 72-5143	340,432
CARES	Special Education		67,417
Title II A	Title I		21,908

7. Other Post Employment Benefits

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

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

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

The District has a plan that provides early retirement benefits to certain eligible employees. To be eligible for early retirement benefits, employees must have been employed by the District for a minimum of fifteen years, must not be age sixty-five or older and must meet one of the following criteria: full retirement qualifications as required by KPERS or acquired eighty-five KPERS retirement points.

Benefits for eligible participants include receiving the longevity payments the employee was eligible for during the last year of employment and the opportunity to remain in the District's group health insurance plan at the employee's cost. These benefits will continue until the participant reaches age sixty-five.

8. Compensated Absences

Under the terms of the District's personnel policy, District employees are granted annual personal and sick leave in varying amounts depending on whether the employee is hourly or contracted.

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

9. Defined Benefit Pension Plan (continued)

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 $949,549 for the year ended June 30, 2023.

Net Pension Liability

At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $9,685,461. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in 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.

10. 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

11. Subsequent Events

The District has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditor's report, the date the financial statement was available for issue.

Regulatory-Required Supplementary Information

Schedule 1

Santa Fe Trail Unified School District No. 434
Scranton, Kansas
Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance-Over (Under)
General Funds:						
General	$ 9,205,939	$ 24,975	$ 3,502	$ 9,234,416	$ 9,198,792	$ (35,624)
Supplemental General	2,983,405	-	-	2,983,405	2,980,909	(2,496)
Special Revenue Funds:						
Gifts and Grants	391,055	-	-	391,055	10,798	(380,257)
At Risk (4 year olds)	163,739	-	-	163,739	79,593	(84,146)
At Risk (K-12)	1,537,597	-	-	1,537,597	1,373,078	(164,519)
Bilingual Education	10,283	-	-	10,283	-	(10,283)
Driver Training	26,707	-	-	26,707	17,459	(9,248)
Food Service	946,363	-	-	946,363	704,860	(241,503)
Professional Development	77,333	-	-	77,333	15,037	(62,296)
Career and Postsecondary Education	175,500	-	-	175,500	162,355	(13,145)
Special Education	2,389,141	-	-	2,389,141	1,841,601	(547,540)
Virtual Education	38,000	-	-	38,000	14,404	(23,596)
Federal Grant Funds	1,749,547	-	-	1,749,547	1,262,831	(486,716)
KPERS Special Retirement Contribution	1,097,789	-	-	1,097,789	956,418	(141,371)
Capital Outlay	1,726,758	-	-	1,726,758	1,534,307	(192,451)
Bond and Interest Fund	377,650	-	-	377,650	377,640	(10)

See independent auditor's report on regulatory-required supplementary information.

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
State equalization aid	$ 7,805,998	$ 7,805,349	$ 649
State special education fund	1,374,966	1,400,396	(25,430)
Reimbursements	3,502	-	3,502
Total Receipts	9,184,466	$ 9,205,745	$ (21,279)
Expenditures			
Instruction	2,922,583	$ 3,758,141	$ (835,558)
Student support services	396,891	277,000	119,891
Instructional support staff	242,053	206,250	35,803
General administration	269,756	272,000	(2,244)
School administration	724,493	753,500	(29,007)
Operations and maintenance	625,127	502,500	122,627
Transportation services	576,898	377,000	199,898
Other supplemental services	443,251	419,000	24,251
Transfers out	2,997,740	2,640,548	357,192
Adjustment to comply to legal max	-	24,975	(24,975)
	9,198,792	9,230,914	(32,122)
Adjustment for qualifying budget credit	-	3,502	(3,502)
Total Expenditures	9,198,792	$ 9,234,416	$ (35,624)
Receipts Over (Under) Expenditures	(14,326)		
Unencumbered Cash, Beginning	191		
Unencumbered Cash, Ending	$ (14,135)		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Supplemental General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Ad valorem current tax	$ 1,015,167	$ 1,097,627	$ (82,460)
Ad valorem tax in process	-	34,496	(34,496)
Delinquent	35,587	15,454	20,133
Motor and recreational vehicle	114,165	125,021	(10,856)
Recreational vehicle tax	285	3,421	(3,136)
Commercial vechicle tax	-	1,769	(1,769)
Supplemental state aid	1,741,115	1,741,115	-
Transfers in	-	-	-
Total Receipts	2,906,319	$ 3,018,903	$ (112,584)
Expenditures			
Instruction	1,105,212	$ 588,481	$ 516,731
Student support services	18,000	65,000	(47,000)
Instructional support services	29,721	-	29,721
Operations and maintenance	672,049	894,500	(222,451)
General administration	53,704	67,000	(13,296)
Transportation	399,462	444,500	(45,038)
Other supplemental services	21,043	70,500	(49,457)
Transfers out	681,718	853,424	(171,706)
Adjustment to comply to legal max	-	-	-
Total Expenditures	2,980,909	$ 2,983,405	$ (2,496)
Receipts Over (Under) Expenditures	(74,590)		
Unencumbered Cash, Beginning	100,945		
Unencumbered Cash, Ending	$ 26,355		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Gifts and Grants Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Grants and contributions	$ 8,835	$ 80,230	$ (71,395)
State aid	18,340	18,340	-
Miscellaneous	65,000	75,000	(10,000)
Total Receipts	92,175	$ 173,570	$ (81,395)
Expenditures			
Instruction	6,754	$ 368,555	$ (361,801)
Operations and maintenance	-	20,000	(20,000)
Instructional support staff	4,044	2,500	1,544
Total Expenditures	10,798	$ 391,055	$ (380,257)
Receipts Over (Under) Expenditures	81,377		
Unencumbered Cash, Beginning	217,496		
Unencumbered Cash, Ending	$ 298,873		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
At Risk (4 year olds) Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Federal aid	$ 40,115	$ -	$ 40,115
Transfers in	11,003	113,272	(102,269)
Miscellaneous	30,086	-	30,086
Total Receipts	81,204	$ 113,272	$ (32,068)
Expenditures			
Instruction	76,328	154,939	$ (78,611)
Student transportation services	3,265	8,800	(5,535)
Total Expenditures	79,593	$ 163,739	$ (84,146)
Receipts Over (Under) Expenditures	1,611		
Unencumbered Cash, Beginning	50,467		
Unencumbered Cash, Ending	$ 52,078		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
At Risk (K-12) Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Transfers in	$ 1,385,685	1,438,322	$ (52,637)
Total Receipts	1,385,685	$ 1,438,322	$ (52,637)
Expenditures			
Instruction	1,373,078	$ 1,537,597	$ (164,519)
Student transportation services	-	-	-
Total Expenditures	1,373,078	$ 1,537,597	$ (164,519)
Receipts Over (Under) Expenditures	12,607		
Unencumbered Cash, Beginning	99,275		
Unencumbered Cash, Ending	$ 111,882		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Bilingual Education Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Miscellaneous	$ -	$ 10,000	$ (10,000)
Total Receipts	-	$ 10,000	$ (10,000)
Expenditures			
Instruction	-	$ 10,283	$ (10,283)
Total Expenditures	-	$ 10,283	$ (10,283)
Receipts Over (Under) Expenditures	-		
Unencumbered Cash, Beginning	283		
Unencumbered Cash, Ending	$ 283		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Driver Training Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
State aid	$ 7,000	$ 6,750	$ 250
Reimbursements	10,100	8,800	1,300
Transfers in	5,933	-	5,933
Total Receipts	23,033	$ 15,550	$ 7,483
Expenditures			
Instruction	13,265	$ 21,100	$ (7,835)
Operations and maintenance	4,194	-	4,194
Transportation services	-	5,607	(5,607)
Total Expenditures	17,459	$ 26,707	$ (9,248)
Receipts Over (Under) Expenditures	5,574		
Unencumbered Cash, Beginning	11,157		
Unencumbered Cash, Ending	$ 16,731		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Food Service Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Federal aid	$ 490,270	$ 396,450	$ 93,820
State aid	7,479	5,080	2,399
Lunch receipts	209,391	231,975	(22,584)
Miscellaneous	-	20,000	(20,000)
Total Receipts	707,140	$ 653,505	$ 53,635
Expenditures			
Food service	704,860	$ 946,363	$ (241,503)
Operations and maintenance	-	-	-
Total Expenditures	704,860	$ 946,363	$ (241,503)
Receipts Over (Under) Expenditures	2,280		
Unencumbered Cash, Beginning	292,858		
Unencumbered Cash, Ending	$ 295,138		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Professional Development Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
State aid	$ 7,748	$ 5,100	$ 2,648
Federal aid	-	-	-
Total Receipts	7,748	$ 5,100	$ 2,648
Expenditures			
Instructional support staff	21,185	$ 72,083	$ (50,898)
Other support services	(6,148)	5,250	(11,398)
Total Expenditures	15,037	$ 77,333	$ (62,296)
Receipts Over (Under) Expenditures	(7,289)		
Unencumbered Cash, Beginning	72,498		
Unencumbered Cash, Ending	$ 65,209		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Career and Postsecondary Education Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Transfers in	$ 181,788	$ 104,764	$ 77,024
State aid	14,843	20,736	(5,893)
Total Receipts	196,631	$ 125,500	$ 71,131
Expenditures			
Instruction	162,372	$ 170,500	$ (8,128)
Student Transportation	(17)	5,000	(5,017)
Total Expenditures	162,355	$ 175,500	$ (13,145)
Receipts Over (Under) Expenditures	34,276		
Unencumbered Cash, Beginning	50,000		
Unencumbered Cash, Ending	$ 84,276		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Special Education Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Federal aid	$ -	$ -	$ -
Medicaid	-	-	-
Reimbursements	26,736	50,000	(23,264)
Transfers in	1,941,565	1,810,117	131,448
Total Receipts	1,968,301	$ 1,860,117	$ 108,184
Expenditures			
Instruction	1,755,068	$ 2,186,731	$ (431,663)
Operations and maintenance	6,248	1,000	5,248
Student transportation services	80,285	201,410	(121,125)
Total Expenditures	1,841,601	$ 2,389,141	$ (547,540)
Receipts Over (Under) Expenditures	126,700		
Unencumbered Cash, Beginning	461,606		
Unencumbered Cash, Ending	$ 588,306		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Virtual Education Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Transfers in	$ 15,901	$ 27,497	$ (11,596)
Total Receipts	15,901	$ 27,497	$ (11,596)
Expenditures			
Instruction	14,404	$ 38,000	$ (23,596)
Total Expenditures	14,404	$ 38,000	$ (23,596)
Receipts Over (Under) Expenditures	1,497		
Unencumbered Cash, Beginning	10,503		
Unencumbered Cash, Ending	$ 12,000		

Schedule 2

Santa Fe Trail Unified School District No. 434
Scranton, Kansas
Federal Grant Funds
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Title I Actual	Title II A Actual	Title V Actual	CARES Actual	Federal Funds Actual	Federal Funds Budget	Variance-Over (Under)
Receipts							
Federal aid	$ 175,229	$ 27,301	$ 18,901	$ 993,628	$ 1,215,059	$ 1,816,965	$ (601,906)
Reimbursements	-	4,645	-	-	4,645	-	4,645
Transfers in	21,908	-	-	-	21,908	-	21,908
Total Receipts	197,137	31,946	18,901	993,628	1,241,612	$ 1,816,965	$ (575,353)
Expenditures							
Instruction	197,137	-	-	56,700	253,837	$ 1,085,547	$ (831,710)
Instructional support staff	-	10,037	18,901	-	28,938	25,000	3,938
Operations and maintenance	-	-	-	-	-	500,000	(500,000)
Student support services	-	-	-	890,731	890,731	139,000	751,731
Transfers out	-	21,908	-	67,417	89,325	-	89,325
Total Expenditures	197,137	31,945	18,901	1,014,848	1,262,831	$ 1,749,547	$ (486,716)
Receipts Over (Under) Expenditures	-	1	-	(21,220)	(21,219)		
Unencumbered Cash, Beginning	-	-	-	-	-		
Unencumbered Cash, Ending	$ -	$ 1	$ -	$ (21,220)	$ (21,219)		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
State aid	$ 956,418	$ 1,097,789	$ (141,371)
Total Receipts	956,418	$ 1,097,789	$ (141,371)
Expenditures			
Instruction	619,283	$ 710,820	$ (91,537)
Student support services	66,946	76,842	(9,896)
Instructional support staff	28,694	32,936	(4,242)
General administration	28,694	24,710	3,984
School administration	76,515	96,050	(19,535)
Other support services	28,694	32,936	(4,242)
Operations and maintenance	57,382	65,863	(8,481)
Student transportation	2,390	2,744	(354)
Food servcie operations	47,820	54,888	(7,068)
Total Expenditures	956,418	$ 1,097,789	$ (141,371)
Receipts Over (Under) Expenditures	-		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ -		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Contingency Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Actual
Receipts	
Transfers in	$ 75,000
Total Receipts	75,000
Expenditures	
Transfers out	-
Total Expenditures	-
Receipts Over (Under) Expenditures	75,000
Unencumbered Cash, Beginning	300,101
Unencumbered Cash, Ending	$ 375,101

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Textbook Rental Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended June 30, 2023

	Actual
Receipts	
Fees	$ 95,962
Total Receipts	95,962
Expenditures	
Instruction	94,211
Total Expenditures	94,211
Receipts Over (Under) Expenditures	1,751
Unencumbered Cash, Beginning	144,600
Unencumbered Cash, Ending	$ 146,351

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Capital Outlay Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Ad valorem current tax	$ 497,126	$ 484,328	$ 12,798
Ad valorem tax in process	4,018	16,171	(12,153)
Delinquent	11,599	7,257	4,342
Motor and recreational vehicle	56,585	63,211	(6,626)
Recreational vehicle tax	148	1,730	(1,582)
Commercial vehicle tax	-	894	(894)
State aid	301,318	301,360	(42)
Interest	38,806	600	38,206
Miscellaneous	124,952	10,000	114,952
Transfers in	130,000	-	130,000
Total Receipts	1,164,552	$ 885,551	$ 279,001
Expenditures			
Instruction	991,558	$ 875,000	$ 116,558
Instructional support equipment	157,084	-	157,084
School administration equipment	3,122	-	3,122
Operations and maintenance	382,543	851,758	(469,215)
Student transportation	-	-	-
Total Expenditures	1,534,307	$ 1,726,758	$ (192,451)
Receipts Over (Under) Expenditures	(369,755)		
Unencumbered Cash, Beginning	908,934		
Unencumbered Cash, Ending	$ 539,179		

Santa Fe Trail Unified School District No. 434 **Schedule 2**
Scranton, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance-Over (Under)
Receipts			
Ad valorem current tax	$ 269,060	$ 261,264	$ 7,796
Ad valorem tax in process	-	9,783	(9,783)
Delinquent	8,909	4,393	4,516
Motor and recreational vehicle	35,454	40,046	(4,592)
Recreational vehicle tax	95	1,096	(1,001)
Commercial vehicle tax	-	567	(567)
State aid	208,520	211,478	(2,958)
Total Receipts	522,038	$ 528,627	$ (6,589)
Expenditures			
Principal	330,000	$ 330,000	$ -
Bond fees	-	10	(10)
Interest	47,640	47,640	-
Total Expenditures	377,640	$ 377,650	$ (10)
Receipts Over (Under) Expenditures	144,398		
Unencumbered Cash, Beginning	692,943		
Unencumbered Cash, Ending	$ 837,341		

Santa Fe Trail Unified School District No. 434 **Schedule 3**
Scranton, Kansas
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School:				
Art club	$ 348	$ 500	$ 143	$ 705
Band boosters	25	160	-	185
Cheerleaders	8,731	10,396	13,844	5,283
Class of 2021	96	-	96	-
Class of 2022	276	-	276	-
Class of 2023	807	876	1,986	(303)
Class of 2024	1,788	2,628	3,504	912
Class of 2025	564	132	750	(54)
Class of 2026	-	228	-	228
Debate/forensics	182	221	320	83
Drama	398	366	300	464
Drill team	1,198	9,483	10,413	268
FACS/BCBS	739	-	-	739
FBLA	1,567	10,877	6,321	6,123
Green team	887	1,415	645	1,657
KAY	1,378	523	937	964
Kitchen	230	-	-	230
ACCC scholarship	8,070	-	5,500	2,570
Ferril scholarship	2,940	1,000	3,000	940
Miscellaneous	438	143	-	581
National Honor Society	2,545	2,918	2,935	2,528
Sales tax	339	7,178	7,413	104
Scholar's bowl	(391)	666	272	3
Raby scholarship	2,480	-	-	2,480
Pegram scholarship	200	-	200	-
Stuco	3,635	3,128	3,499	3,264
Concessions	2,709	16,650	16,379	2,980
Students in need	2,156	-	270	1,886
Trap team	704	9,182	7,204	2,682
Thunderstruck spirit club	4,992	9,128	10,299	3,821
Trail pride	-			-
Choir	829	238	308	759
Total High School	50,860	88,036	96,814	42,082

Santa Fe Trail Unified School District No. 434 **Schedule 3**
Scranton, Kansas
Agency Funds (continued)
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Overbrook Attendance Center:				
Sales tax	$ -	$ 16	$ -	$ 16
Student light house	110	1,305	536	879
Gift fund	4,341	1,119	3,542	1,918
Total Overbrook Attendence Center	4,451	2,440	4,078	2,813
Carbondale Attendance Center:				
Cheerleaders	-	6,256	3,172	3,084
Weights	272	-	-	272
FBLA-jr.	323	8,902	8,501	724
Art	100	262		362
Yearbook	-	835	185	650
K.C.'s fitness	699	-	-	699
Band	506	356	183	679
Choir	-	53	40	13
PE	-	5	-	5
Pop fund	-	1,285	436	849
Social fund	-	429	313	116
Principal's fund	342	1,836	5,491	(3,313)
Sales tax	87	9	57	39
Scholarships	300	-	-	300
KAY	-	1,984	1,436	548
Library	-	415	324	91
Stuco projects	3,192	266	532	2,926
Concessions	4,490	10,428	8,627	6,291
Technology	699	1,240	1,939	-
Grade 8th graduation	-	160	730	(570)
Class of 2027	-	433	396	37
Class of 2026	-	-	-	-
Class of 2025	592	360		952
Class of 2024	(466)	1,760	1,629	(335)
Class of 2023	1,973	4,376	5,913	436
Total Carbondale Attendence Center	13,109	41,650	39,904	14,855
Total Agency Funds	$ 68,420	$ 132,126	$ 140,796	$ 59,750

Santa Fe Trail Unified School District No. 434 **Schedule 4**
Scranton, Kansas
Gate Receipts
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate receipts:						
Carbondale Attendance Center	$ (2,200)	$ 10,771	$ 11,416	$ (2,845)	$ -	$ (2,845)
High School	2,913	86,762	79,781	9,894	-	9,894
Total gate receipts	$ 713	$ 97,533	$ 91,197	$ 7,049	$ -	$ 7,049

Santa Fe Trail Unified School District No. 434 **Schedule 5**
Scranton, Kansas
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
School projects:						
Carbondale Attendance Center:						
Book fairs	$ 2,396	7,160	7,067	$ 2,489	-	$ 2,489
Enrollment fees/textbooks	3,965	6,642	10,607	-	-	-
Memorials	223	-	88	135	-	135
Lunch account	511	37,025	36,970	566	-	566
Pencils	-	-	-	-	-	-
Fundraisers	5,387	2,498	1,647	6,238	-	6,238
P.E. funds	1,990	-	2,200	(210)	-	(210)
School pictures	1,334	-	1,323	11	-	11
Quiz bowl	246	-	79	167	-	167
Yearbook	3,977	395	2,830	1,542	-	1,542
Total Carbondale Attendance Center	20,029	53,720	62,811	10,938	-	10,938
Overbrook Attendance Center:						
Book fairs	457	2,851	2,821	487	-	487
Enrollment fees/textbooks	-	7,994	7,994	-	-	-
Chromebook fee	-	3,706	3,706	-	-	-
Summer enrichment program	1,350	1,275	2,625	-	-	-
Library	353	135	10	478	-	478
Lunch account	-	36,683	36,680	3	-	3
Miscellaneous	1	-	-	1	-	1
Rock your school	-	17,891	12,190	5,701	-	5,701
Field trips	-	9,478	3,626	5,852	-	5,852
Specials	-	1,126	1,126	-	-	-
Social fund	75	695	466	304	-	304
Building fund	76	2,500	1,963	613	-	613
School fund	8,475	70	1,513	7,032	-	7,032
Yearbook	3,019	649	638	3,030	-	3,030
Total Overbrook Attendance Center	13,806	85,053	75,358	23,501	-	23,501
High School:						
Charger shop	3,285	4,046	3,889	3,442	-	3,442
Chromebook fee	-	4,713	4,713	-	-	-
Enrollment fees/textbooks	-	4,870	4,870	-	-	-
District passes	-	850	850	-	-	-
Library	671	20	-	691	-	691
Lunch account	28	33,462	33,490	-	-	-
Renaissance	1,029	-	-	1,029	-	1,029
Science department	369	-	-	369	-	369
Special services fund	-	600	1,630	(1,030)	-	(1,030)
Charger Day donation	353	150	423	80	-	80
Industrial technology	3,642	1,580	2,298	2,924	-	2,924
Summer school	-			-	-	-
Yearbook	7,641	9,587	12,903	4,325	-	4,325
Total High School	17,018	59,878	65,066	11,830	-	11,830
Total School Project Funds	$ 50,853	$ 198,651	$ 203,235	$ 46,269	$ -	$ 46,269

Santa Fe Trail Unified School District No. 434
Scranton, Kansas

Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/ Program Title	Federal Assisted Listing Number	Expenditures
Department of Housing and Development		
Passed through Kansas State Department of Education		
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	$ 325,614
Community Development Block Grants/Special PurposeGrants/Insular Areas	93.558	40,115
Total Department of Housing and Development		365,729
United States Department of Agriculture		
Passed through Kansas State Department of Education		
School Food Service	10.560	293
Child Nutrition Cluster		
School Breakfast Program	10.553	84,944
National School Lunch Program (NSLP)	10.555	305,444
Special Mile Program for Children	10.556	2,921
Summer Food Service Program for Children (SFSPC)	10.559	98,682
Total Child Nutrition Cluster		491,991
Total United States Department of Agriculture		492,284
United States Department of Education		
Passed through Kansas State Department of Education		
Student Support and Academic Enrichment	84.424A	18,901
COVID-19 Education Stabilization Fund	84.425U	668,014
Title I, Grants to Local Education Agencies	84.010A	175,229
Title II, Improving Teacher Quality	84.367A	27,301
Total United States Department of Education		889,445
Total		$ 1,747,458

See accompanying notes to the schedule of expenditures of federal awards.

Santa Fe Trail Unified School District No. 434
Scranton, Kansas

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of the Santa Fe Trail Unified School District No. 434 (the District) under programs of the federal government for the year ended June 30, 2023. The information in the Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in the Schedule may differ from amounts presented in, or used in the preparation of, the financial statement. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position of the District.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the regulatory basis of accounting, as described in Note 1 to the District's financial statement.

The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under Uniform Guidance.

Santa Fe Trail Unified School District No. 434
Scranton, Kansas

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statement

Type of report issued on whether the financial statement audited was prepared in accordance with GAAP:	Adverse
Type of auditor's report issued on the basis of accounting used by the District:	Unmodified – Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified:	None
Significant deficiencies identified that are not considered to be material weaknesses:	None reported
Noncompliance material to financial statement noted:	None

Federal Awards

Type of auditor's report issued on compliance for major programs:	Unmodified
Internal control over major programs:	
Material weaknesses identified:	None
Significant deficiencies identified that are not considered to be material weaknesses:	None reported
Any audit findings that are required to be reported in accordance with Section 2 CFR 200.516(a):	None

Identification of major programs:

Assistance Listing Number	Name of Federal Program
10.553, 10.555, 10.556 and 10.559	Child Nutrition Cluster
84.425	COVID-19 Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs:	$ 750,000
Auditee qualified as a low-risk auditee:	No

Section II - Financial Statement Findings

No matters reported

Section III – Federal Award Findings and Questioned Costs

No matters reported

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

To the Board of Education
Santa Fe Trail Unified School District No. 434

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the Santa Fe Trail Unified School District No. 434 (the District) which comprises the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash for the year ended June 30, 2023, and the related notes to the financial statement and have issued my report thereon dated November 27, 2023. My report contained an adverse opinion because the financial statement was presented using accounting practices prescribed or permitted by the State of Kansas.

Report on Internal Control Over Financial Reporting
In planning and performing my audit of the financial statement, I considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, I 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 a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a 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.

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

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Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Shipley CPA, LLC

Shipley CPA, LLC
November 27, 2023
Topeka, Kansas

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

To the Board of Education
Santa Fe Trail Unified School District No. 434

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

I have audited Santa Fe Trail Unified School District No. 434 (the District)'s 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, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In my 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, 2023.

Basis for Opinion on Each Major Federal Program

I conducted my 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). My responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of my report.

I am required to be independent of the District and to meet my other ethical responsibilities, in accordance with relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on compliance for each major federal program. My 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.

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Auditor's Responsibilities for the Audit of Compliance

My 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 my 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, I:

- 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 I 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.

I am 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 I 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.

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My 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 my audit I did not identify any deficiencies in internal control over compliance that I 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.

My 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 my 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.

Shipley CPA, LLC

Shipley CPA, LLC
November 27, 2023
Topeka, Kansas