UNIFIED SCHOOL DISTRICT NO. 464

Tonganoxie, Kansas

Financial Statements

For the Year Ended June 30, 2023

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UNIFIED SCHOOL DISTRICT NO. 464
Financial Statements
For the Year Ended June 30, 2023

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 464
Tonganoxie, Kansas

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 464, Tonganoxie, Kansas (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 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, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified 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 *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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

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

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds and the schedule of regulatory basis receipts and expenditures-district activity funds (Schedules 1, 2, 3 and 4) as listed in the table of contents are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) *Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated December 30, 2024, on our consideration of the District's internal control over financial reporting and 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 the 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.

Other Matters

Other Matter

The 2022 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2023 (Schedule 2 as listed in the table of contents), is presented for purposes of additional analysis and is not a required part of the basic financial statement.

The District's basic financial statement for the year ended June 30, 2022 (not presented herein), was audited by other auditors whose report dated September 9, 2024, expressed an unmodified opinion on the basic financial statement. The 2022 basic financial statement and the other auditor's report are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/. The report of the other auditors dated September 9, 2024, stated that the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2022, was subjected to auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2022, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 30, 2024

UNIFIED SCHOOL DISTRICT NO. 464
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

Fund	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ -	$ -	$ 13,300,782	$ 13,300,782	$ -	$ -	$ -
Supplemental General	140,623	-	4,140,920	4,100,840	180,703	-	180,703
Special Purpose Funds:							
At Risk (4 Year Old)	132,021	-	43,511	55,337	120,195	-	120,195
At Risk (K-12)	370,226	-	1,396,536	1,396,536	370,226	-	370,226
Bilingual Education	44,225	-	62,015	62,015	44,225	-	44,225
Virtual Education	-	-	80,000	70,071	9,929	-	9,929
Capital Outlay	2,638,893	-	2,241,972	1,745,513	3,135,352	-	3,135,352
Driver Training	50,826	-	23,210	12,947	61,089	-	61,089
Food Service	984,185	-	1,258,231	1,077,809	1,164,607	-	1,164,607
Parent Education	650	-	28,500	28,500	650	-	650
Professional Development	84,331	-	5,657	46,972	43,016	-	43,016
Special Education	1,038,555	-	2,844,815	3,326,416	556,954	-	556,954
Career and Postsecondary Education	273,274	-	171,364	396,330	48,308	-	48,308
KPERS Special Retirement Contribution	-	-	1,719,630	1,719,630	-	-	-
Gifts and Grants	210,895	-	177,687	183,631	204,951	-	204,951
Recreation Commission	32,563	-	841,031	864,540	9,054	-	9,054
Recreation Commission Benefits/Liability	11,738	-	93,445	102,650	2,533	-	2,533
Textbook Rental	632,235	-	229,432	416,123	445,544	-	445,544
Contingency Reserve	436,834	-	-	-	436,834	-	436,834
Federal Grants	[607,255]	-	296,364	744,694	[1,055,585]	-	[1,055,585]
District Activity	122,809	-	422,568	402,172	143,205	-	143,205
Bond and Interest Fund:							
Bond and Interest	3,903,351	-	7,555,445	5,470,685	5,988,111	-	5,988,111
Capital Project Fund:							
Capital Projects	22,369,040	-	214,683	12,493,057	10,090,666	-	10,090,666
Totals	$ 32,870,019	$ -	$ 37,147,798	$ 48,017,250	$ 22,000,567	$ -	$ 22,000,567

Composition of Cash

Checking Accounts	$ 11,729,163
Savings Accounts	10,081,826
Certificates of Deposit	357,343
Subtotal	22,168,332
Less: Agency Funds per Schedule 3	[167,765]
Total Reporting Entity	$ 22,000,567

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

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 464 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements present the District (the primary government). The District's only related municipal entity, the Tonganoxie Recreation Commission, has not been presented.

The Tonganoxie Recreation Commission oversees recreational activities. The Recreation Commission operates as a separate governing body but the District levies taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute K.S.A. 12-1928. Two of the five members of the Recreation Commission's governing body are appointed by the District, two other members are appointed by the City and the final member is appointed by the other four previously appointed members. The separately audited financial statements of the Recreation Commission are available upon request at the Recreation Commission office.

Reimbursed Expenses

Expenditures in the amount of $131,570 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

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

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

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal 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.

Regulatory Basis Fund Types

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

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other 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.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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

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

Budgetary Information

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory basis 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. The budget was not amended for the year ended June 30, 2023.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally 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 prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds and the following special purpose funds: Textbook Rental, Contingency Reserve and District Activity.

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.

NOTE 2 - Deposits and Investments

Deposits. As of June 30, 2023, the District had the following investments and maturities:

		Investment Maturities (in Years)		
Investment Type	Cost	Less than 1	Greater than 1	Rating U.S.
U.S. Treasury Notes	$ 2,691,250	$ 2,064,766	$ 626,484	S&P AA+
U.S. Treasury Bills	1,963,188	1,963,188	-	S&P AA+
Other Obligations	3,535,583	3,535,583	-	n/a
Federal Home Loan Bank Notes	1,641,806	1,641,806	-	S&P A-1
Total cost	$ 9,831,826	$ 9,205,342	$ 626,484	

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

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

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2023, is as follows:

Investments	Percentage of Investment
U.S. Treasury Notes	27%
U.S. Treasury Bills	20%
Other Obligations	36%
Federal Home Loan Bank Notes	17%

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 has no designated "peak periods."

As of June 30, 2023, the District's carrying amount of deposits was $12,336,509 and the bank balance was $14,899,917. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, $608,683 was covered by federal depository insurance, and the remaining $14,291,234 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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.

NOTE 3 - Defined Benefit Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.88% and 13.11%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.38% and 12.57% for the fiscal year ended June 30, 2023.

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the School-Group's unfunded actuarial liability. The bond proceeds were received by KPERS on August 26, 2021.

The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $1,719,630 for the year ended June 30, 2023.

Net Pension Liability. As of June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $16,842,661. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

NOTE 3 - Defined Benefit Pension Plan (Continued)

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

NOTE 4 - Other Long-Term Obligations from Operations

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

Under the *Consolidated Omnibus Budget Reconciliation Act* (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

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

NOTE 5 - Compensated Absences

The District's policy regarding sick pay is to grant certified and full-time classified personnel sick leave at the rate of one day per month up to a maximum accumulation of 10 days per contract year. The maximum number of sick days accumulated overall cannot exceed 120 days. Certified staff who use five or fewer days of their annual 10 sick days accumulation have the option of carrying one half of their unused days over to the next year and being paid for the other half. The reimbursement is computed at .3% at the base salary per day, and is paid prior to June 30th.

After 10 years of service to the District, classified employees who are age 55 or older and teachers who are eligible for full KPERS retirement, are eligible to receive the current substitute rate per day for any unused accumulated sick leave at retirement.

Vacation leave is earned only by the District's full-time employees. Any unused vacation time as of June 30th may be accumulated only with the superintendent's permission.

NOTE 6 - Risk Management

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

NOTE 7 - Commitments and Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District as of June 30, 2023.

NOTE 8 - Interfund Transfers

Transfers for the year ended June 30, 2023, are approved by the Board of Education and are as follows:

From	To	Amount	Regulatory Authority
General	Bilingual Education	$ 53,403	K.S.A. 72-5167
General	Parent Education	28,500	K.S.A. 72-5167
General	Career and Postsecondary Education	110,000	K.S.A. 72-5167
General	Virtual Education	80,000	K.S.A. 72-5167
General	At Risk (K-12)	1,062,728	K.S.A. 72-5167
General	Special Education	2,806,397	K.S.A. 72-5167
Supplemental General	At Risk (K-12)	333,808	K.S.A. 72-5143
Supplemental General	Bilingual Education	8,612	K.S.A. 72-5143
Supplemental General	At Risk (4 Year Old)	43,511	K.S.A. 72-5143
Supplemental General	Career and Postsecondary Education	43,511	K.S.A. 72-5143
Total		$ 4,570,470	

NOTE 9 - Long-Term Debt

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

Type of Issue	Beginning Principal Outstanding	Additions to Principal	Reductions of Principal	Ending Principal Outstanding	Interest Paid
General Obligation Bonds					
2014-A	$ 615,000	$ -	$ 615,000	$ -	$ 9,225
2014-B	915,000	-	915,000	-	18,300
2017-A	8,930,000	-	630,000	8,300,000	258,450
2019-A	51,400,000	-	140,000	51,260,000	2,049,600
2019-B	80,000	-	80,000	-	1,160
2021	25,730,000	-	370,000	25,360,000	383,950
	87,670,000	-	2,750,000	84,920,000	2,720,685
Finance Leases					
Facility Conservation Program	184,253	-	184,253	-	26,673
Turf	450,000	-	150,000	300,000	-
	634,253	-	334,253	300,000	26,673
Total	$ 88,304,253	$ -	$ 3,084,253	$ 85,220,000	$ 2,747,358

General Obligation Bonds. The following table details the District's outstanding general obligation bonds as of June 30, 2023:

Debt Issue	Date Issued	Maturity Date	Interest Rates	Original Amount	Balance June 30, 2023
General Obligation Bonds					
2017-A	6/6/17	9/1/28	3.00%	$ 9,240,000	$ 8,300,000
2019-A	11/1/19	9/1/45	4.00%	51,910,000	51,260,000
2021	3/25/21	9/1/38	.17 - 2.37%	25,955,000	25,360,000
				$ 87,105,000	$ 84,920,000

NOTE 9 - Long-Term Debt (Continued)

The annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ended June 30,	Principal	Interest
2024	$ 2,830,000	$ 2,656,516
2025	2,865,000	2,607,802
2026	2,920,000	2,553,784
2027	2,975,000	2,494,371
2028	3,045,000	2,430,564
2029 - 2033	15,580,000	11,198,963
2034 - 2038	18,500,000	8,731,982
2039 - 2043	20,910,000	5,284,559
2044 - 2046	15,295,000	933,700
	$84,920,000	$38,892,241

As of June 30, 2023, the remaining principal balance of outstanding debt issues previously defeased is $11,250,000. The principal and interest payments for these bonds will be paid by the trustee for the related escrow securities on the scheduled payment dates. This amount is not recorded in these financial statements.

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

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

Debt Issue	Date Issued	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2023
Finance Leases:					
Turf	5/1/19	12/1/24	0.00%	$ 750,000	$ 300,000
				$ 750,000	$ 300,000

The annual debt service requirements to maturity for the finance leases are as follows:

Year Ended June 30,	Principal	Interest
2024	$ 150,000	$ -
2025	150,000	-
	$ 300,000	$ -

NOTE 10 - Statutory Violation

Expenditures in the Recreation Commission and Recreation Commission Benefits/Liability funds exceeded the adopted budget for the year ended June 30, 2023, which is a violation of K.S.A. 79-2935.

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UNIFIED SCHOOL DISTRICT NO. 464
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

Fund	Certified Budget	Adjustment to Comply with Legal Max Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
General Funds:						
General	$ 13,389,287	$ [220,075]	$ 131,570	$ 13,300,782	$ 13,300,782	$ -
Supplemental General	4,156,193	[55,353]	-	4,100,840	4,100,840	-
Special Purpose Funds:						
At Risk (4 Year Old)	220,985	-	-	220,985	55,337	[165,648]
At Risk (K-12)	1,490,574	-	-	1,490,574	1,396,536	[94,038]
Bilingual Education	105,073	-	-	105,073	62,015	[43,058]
Virtual Education	120,000	-	-	120,000	70,071	[49,929]
Capital Outlay	3,017,079	-	-	3,017,079	1,745,513	[1,271,566]
Driver Training	88,116	-	-	88,116	12,947	[75,169]
Food Service	1,799,381	-	-	1,799,381	1,077,809	[721,572]
Parent Education	28,500	-	-	28,500	28,500	-
Professional Development	180,375	-	-	180,375	46,972	[133,403]
Special Education	4,301,182	-	-	4,301,182	3,326,416	[974,766]
Career and Postsecondary Education	616,667	-	-	616,667	396,330	[220,337]
KPERS Special Retirement Contribution	1,982,084	-	-	1,982,084	1,719,630	[262,454]
Gifts and Grants	374,895	-	-	374,895	183,631	[191,264]
Recreation Commission	830,000	-	-	830,000	864,540	34,540
Recreation Commission Benefits/Liability	100,000	-	-	100,000	102,650	2,650
Federal Grants	1,394,204	-	-	1,394,204	744,694	[649,510]
Bond and Interest Funds:						
Bond and Interest	5,470,685	-	-	5,470,685	5,470,685	-

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Student activities	$ 58,502	$ 63,004	$ [4,502]
Reimbursed expenditures	73,068	28,253	44,815
State Sources:			
Equalization aid	11,246,152	10,903,007	343,145
Special education aid	1,923,059	2,111,333	[188,274]
Mineral tax	1	3	[2]
Total Receipts	13,300,782	$ 13,105,600	$ 195,182
Expenditures			
Instruction	6,888,375	$ 6,795,705	$ 92,670
Student support services	458,749	460,063	[1,314]
General administration	160,509	127,250	33,259
School administration	156,954	-	156,954
Operations and maintenance	827,364	460,633	366,731
Student transportation services	578,762	629,716	[50,954]
Other support services	72,313	54,660	17,653
Community service operations	16,728	13,500	3,228
Operating transfers	4,141,028	4,847,760	[706,732]
Adjustment for qualifying budget credits	-	131,570	[131,570]
Adjustment to comply with KSDE legal max	-	[220,075]	220,075
Total Expenditures	13,300,782	$ 13,300,782	$ -
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ -		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Ad valorem property taxes	$ 1,950,570	$ 2,002,805	$ [52,235]
Delinquent taxes	22,954	24,985	[2,031]
County Sources:			
Motor vehicle taxes	191,262	187,605	3,657
Recreational vehicle taxes	3,219	3,825	[606]
Commercial vehicle taxes	-	6,697	[6,697]
State Sources:			
Supplemental state aid	1,972,915	1,999,544	[26,629]
Total Receipts	4,140,920	$ 4,225,461	$ [84,541]
Expenditures			
Instruction	268,211	$ 269,414	$ [1,203]
Student support services	13,590	10,778	2,812
Instructional support services	351,002	355,637	[4,635]
General administration	492,709	392,353	100,356
School administration	963,415	1,117,546	[154,131]
Central services	299,698	305,190	[5,492]
Operations and maintenance	1,183,291	1,428,888	[245,597]
Other support services	99,483	-	99,483
Operating transfers	429,441	276,387	153,054
Adjustment to comply with legal max	-	[55,353]	55,353
Total Expenditures	4,100,840	$ 4,100,840	$ -
Receipts Over [Under] Expenditures	40,080		
Unencumbered Cash, Beginning	140,623		
Unencumbered Cash, Ending	$ 180,703		

UNIFIED SCHOOL DISTRICT NO. 464
At Risk (4 Year Old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Operating transfers	$ 43,511	$ 88,964	$ [45,453]
Total Receipts	43,511	$ 88,964	$ [45,453]
Expenditures			
Instruction	55,337	$ 220,985	$ [165,648]
Total Expenditures	55,337	$ 220,985	$ [165,648]
Receipts Over [Under] Expenditures	[11,826]		
Unencumbered Cash, Beginning	132,021		
Unencumbered Cash, Ending	$ 120,195		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Operating transfers	$ 1,396,536	$ 1,120,348	$ 276,188
Total Receipts	1,396,536	$ 1,120,348	$ 276,188
Expenditures			
Instruction	714,740	$ 1,408,115	$ [693,375]
Instructional support staff	681,796	82,459	599,337
Total Expenditures	1,396,536	$ 1,490,574	$ [94,038]
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	370,226		
Unencumbered Cash, Ending	$ 370,226		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Operating transfers	$ 62,015	$ 60,848	$ 1,167
Total Receipts	62,015	$ 60,848	$ 1,167
Expenditures			
Instruction	62,015	$ 105,073	$ [43,058]
Total Expenditures	62,015	$ 105,073	$ [43,058]
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	44,225		
Unencumbered Cash, Ending	$ 44,225		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Operating transfers	$ 80,000	$ 120,000	$ [40,000]
Total Receipts	80,000	$ 120,000	$ [40,000]
Expenditures			
Instruction	70,071	$ 120,000	$ [49,929]
Total Expenditures	70,071	$ 120,000	$ [49,929]
Receipts Over [Under] Expenditures	9,929		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 9,929		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Ad valorem property taxes	$ 1,261,231	$ 1,191,082	$ 70,149
Delinquent taxes	15,423	17,882	[2,459]
Interest on idle funds	338,247	-	338,247
Other	18,000	-	18,000
County Sources:			
Motor vehicle taxes	134,771	132,074	2,697
Recreational vehicle taxes	2,674	2,693	[19]
Commercial vehicle taxes	-	4,715	[4,715]
State Sources:			
Capital outlay state aid	471,626	471,626	-
Total Receipts	2,241,972	$ 1,820,072	$ 421,900
Expenditures			
Instruction	11,820	$ 20,000	$ [8,180]
Student support services	327,044	-	327,044
Instructional support staff	-	600,000	[600,000]
General administration	-	100,000	[100,000]
School administration	-	250,000	[250,000]
Central services	213,708	300,000	[86,292]
Operations and maintenance	276,538	417,079	[140,541]
Student transportation services	119,467	180,000	[60,533]
Other support services	43,796	-	43,796
Facility acquisition and construction services	667,140	1,150,000	[482,860]
Debt service	86,000	-	86,000
Total Expenditures	1,745,513	$ 3,017,079	$ [1,271,566]
Receipts Over [Under] Expenditures	496,459		
Unencumbered Cash, Beginning	2,638,893		
Unencumbered Cash, Ending	$ 3,135,352		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Charges for services	$ 10,450	$ -	$ 10,450
Operating transfers	-	50,826	[50,826]
State Sources:			
State aid	12,760	7,290	5,470
Total Receipts	23,210	$ 58,116	$ [34,906]
Expenditures			
Instruction	11,543	$ 24,816	$ [13,273]
Operations and maintenance	1,404	63,300	[61,896]
Total Expenditures	12,947	$ 88,116	$ [75,169]
Receipts Over [Under] Expenditures	10,263		
Unencumbered Cash, Beginning	50,826		
Unencumbered Cash, Ending	$ 61,089		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Food service sales	$ 604,578	$ 427,258	$ 177,320
Other	19,284	-	19,284
State Sources:			
School food assistance	9,447	7,678	1,769
Federal Sources:			
Child nutrition programs	624,922	436,960	187,962
Total Receipts	1,258,231	$ 871,896	$ 386,335
Expenditures			
Operations and maintenance	48,277	$ 570,519	$ [522,242]
Food service operation	1,029,532	1,228,862	[199,330]
Total Expenditures	1,077,809	$ 1,799,381	$ [721,572]
Receipts Over [Under] Expenditures	180,422		
Unencumbered Cash, Beginning	984,185		
Unencumbered Cash, Ending	$ 1,164,607		

UNIFIED SCHOOL DISTRICT NO. 464
Parent 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			
Local Sources:			
Operating transfers	$ 28,500	$ 28,500	$ -
Total Receipts	28,500	$ 28,500	$ -
Expenditures			
Student support services	28,500	$ 28,500	$ -
Total Expenditures	28,500	$ 28,500	$ -
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	650		
Unencumbered Cash, Ending	$ 650		

UNIFIED SCHOOL DISTRICT NO. 464
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 Sources:			
State aid	$ 5,657	$ 11,711	$ [6,054]
Local Sources:			
Operating transfers	-	84,332	[84,332]
Total Receipts	5,657	$ 96,043	$ [90,386]
Expenditures			
Instructional support staff	46,972	$ 180,375	$ [133,403]
Total Expenditures	46,972	$ 180,375	$ [133,403]
Receipts Over [Under] Expenditures	[41,315]		
Unencumbered Cash, Beginning	84,331		
Unencumbered Cash, Ending	$ 43,016		

UNIFIED SCHOOL DISTRICT NO. 464
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 Sources:			
ESSER grant	$ 38,418	$ -	$ 38,418
Other Sources:			
Operating transfers	2,806,397	3,262,627	[456,230]
Total Receipts	2,844,815	$ 3,262,627	$ [417,812]
Expenditures			
Instruction	2,950,377	$ 3,907,281	$ [956,904]
Student support services	38,418	-	38,418
Student transportation services	337,621	393,901	[56,280]
Total Expenditures	3,326,416	$ 4,301,182	$ [974,766]
Receipts Over [Under] Expenditures	[481,601]		
Unencumbered Cash, Beginning	1,038,555		
Unencumbered Cash, Ending	$ 556,954		

UNIFIED SCHOOL DISTRICT NO. 464
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			
State Sources:			
State aid	$ 17,853	$ 33,337	$ [15,484]
Other Sources:			
Operating transfers	153,511	307,702	[154,191]
Total Receipts	171,364	$ 341,039	$ [169,675]
Expenditures			
Instruction	394,883	$ 616,667	$ [221,784]
Instructional support staff	1,447	-	1,447
Total Expenditures	396,330	$ 616,667	$ [220,337]
Receipts Over [Under] Expenditures	[224,966]		
Unencumbered Cash, Beginning	273,274		
Unencumbered Cash, Ending	$ 48,308		

UNIFIED SCHOOL DISTRICT NO. 464
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 Sources:			
State aid	$ 1,719,630	$ 1,982,084	$ [262,454]
Total Receipts	1,719,630	$ 1,982,084	$ [262,454]
Expenditures			
Instruction	1,207,549	$ 1,403,611	$ [196,062]
Student support services	32,161	43,620	[11,459]
Instructional support services	35,731	38,106	[2,375]
General administration	51,073	47,262	3,811
School administration	138,236	159,987	[21,751]
Central services	38,372	45,224	[6,852]
Operations and maintenance	98,035	109,443	[11,408]
Student transportation services	67,290	77,902	[10,612]
Food service operations	51,183	56,929	[5,746]
Total Expenditures	1,719,630	$ 1,982,084	$ [262,454]
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ -		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Contributions and donations	$ 177,687	$ 164,000	$ 13,687
Total Receipts	177,687	$ 164,000	$ 13,687
Expenditures			
Instruction	155,845	$ 317,364	$ [161,519]
Student support services	-	37,531	[37,531]
Operations and maintenance	8,985	-	8,985
Other support services	18,801	20,000	[1,199]
Total Expenditures	183,631	$ 374,895	$ [191,264]
Receipts Over [Under] Expenditures	[5,944]		
Unencumbered Cash, Beginning	210,895		
Unencumbered Cash, Ending	$ 204,951		

UNIFIED SCHOOL DISTRICT NO. 464
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property	$ 755,258	$ 714,155	$ 41,103
Delinquent taxes	8,595	10,083	[1,488]
County Sources:			
Motor vehicle taxes	75,673	74,334	1,339
Recreational vehicle taxes	1,505	1,516	[11]
Commercial vehicle taxes	-	2,654	[2,654]
Total Receipts	841,031	$ 802,742	$ 38,289
Expenditures			
Instruction	864,540	$ 830,000	$ 34,540
Total Expenditures	864,540	$ 830,000	$ 34,540
Receipts Over [Under] Expenditures	[23,509]		
Unencumbered Cash, Beginning	32,563		
Unencumbered Cash, Ending	$ 9,054		

UNIFIED SCHOOL DISTRICT NO. 464
Recreation Commission Benefits/Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance Over [Under]
Receipts			
Local Sources:			
Ad valorem property	$ 83,772	$ 79,337	$ 4,435
Delinquent taxes	1,096	1,121	[25]
County Sources:			
Motor vehicle taxes	8,409	8,270	139
Recreational vehicle taxes	168	169	[1]
Commercial vehicle taxes	-	295	[295]
Total Receipts	93,445	$ 89,192	$ 4,253
Expenditures			
Instruction	102,650	$ 100,000	$ 2,650
Total Expenditures	102,650	$ 100,000	$ 2,650
Receipts Over [Under] Expenditures	[9,205]		
Unencumbered Cash, Beginning	11,738		
Unencumbered Cash, Ending	$ 2,533		

UNIFIED SCHOOL DISTRICT NO. 464
Textbook Rental Fund
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended June 30, 2023

Receipts	
Local Sources:	
Charges for services	$ 229,432
Total Receipts	229,432
Expenditures	
Instruction	416,123
Total Expenditures	416,123
Receipts Over [Under] Expenditures	[186,691]
Unencumbered Cash, Beginning	632,235
Unencumbered Cash, Ending	$ 445,544

* - This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 464
Contingency Reserve Fund
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended June 30, 2023

Receipts	
Local Sources:	
Operating transfers	$ -
Total Receipts	-
Expenditures	
Instruction	-
Total Expenditures	-
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	436,834
Unencumbered Cash, Ending	$ 436,834

* - This fund is not required to be budgeted.

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UNIFIED SCHOOL DISTRICT NO. 464
Federal Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2023

	Title I	Title IIA	Title IV	Carl Perkins
Receipts				
Federal Sources:				
Grants	$ 168,084	$ 37,394	$ 18,538	$ 6,819
Total Receipts	168,084	37,394	18,538	6,819
Expenditures				
Instruction	168,084	31,228	18,538	6,412
Student support services	-	-	-	-
Instructional support staff	-	6,166	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operations and maintenance	-	-	-	-
Student transportation services	-	-	-	-
Other support services	-	-	-	-
Food service operations	-	-	-	-
Total Expenditures	168,084	37,394	18,538	6,412
Receipts Over [Under] Expenditures	-	-	-	407
Unencumbered Cash, Beginning	-	-	-	2,354
Unencumbered Cash, Ending	$ -	$ -	$ -	$ 2,761

ESSER I	ESSER II	ESSER III	SPARKS	Actual Totals	Budget	Variance Over [Under]
$ 4,628	$ 60,901	$ -	$ -	$ 296,364	$ 2,003,813	$ [1,707,449]
4,628	60,901	-	-	296,364	$ 2,003,813	$ [1,707,449]
6,584	57,558	405,568	-	693,972	$ 1,016,101	$ [322,129]
-	-	593	-	593	239,238	[238,645]
-	-	43,338	-	49,504	4,300	45,204
-	-	-	-	-	36,942	[36,942]
-	-	-	-	-	6,893	[6,893]
-	489	-	-	489	27,563	[27,074]
-	117	-	-	117	30,462	[30,345]
19	-	-	-	19	2,737	[2,718]
-	-	-	-	-	29,968	[29,968]
6,603	58,164	449,499	-	744,694	$ 1,394,204	$ [649,510]
[1,975]	2,737	[449,499]	-	[448,330]		
7,403	[23,963]	[593,061]	12	[607,255]		
$ 5,428	$ [21,226]	$ [1,042,560]	$ 12	$ [1,055,585]		

UNIFIED SCHOOL DISTRICT NO. 464
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			
Local Sources:			
Ad valorem property taxes	$ 3,902,705	$ 3,690,058	$ 212,647
Delinquent taxes	41,151	52,113	[10,962]
Other	2,000,070	2,000,000	70
County Sources:			
Motor vehicle taxes	389,770	382,971	6,799
Recreational vehicle taxes	7,748	7,809	[61]
Commercial vehicle taxes	-	13,671	[13,671]
State Sources:			
State aid	1,214,001	1,214,001	-
Total Receipts	7,555,445	$ 7,360,623	$ 194,822
Expenditures			
Debt service	5,470,685	$ 5,470,685	$ -
Total Expenditures	5,470,685	$ 5,470,685	$ -
Receipts Over [Under] Expenditures	2,084,760		
Unencumbered Cash, Beginning	3,903,351		
Unencumbered Cash, Ending	$ 5,988,111		

UNIFIED SCHOOL DISTRICT NO. 464
Capital Projects Fund
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended June 30, 2023

Receipts	
Local Sources:	
Interest on idle funds	$ 161,461
Other Sources:	
Miscellaneous	53,222
Total Receipts	214,683
Expenditures	
Facility acquisition and construction	10,462,312
Other	2,030,745
Total Expenditures	12,493,057
Receipts Over [Under] Expenditures	[12,278,374]
Unencumbered Cash, Beginning	22,369,040
Unencumbered Cash, Ending	$ 10,090,666

* - This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 464
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2023

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organization Funds				
High School				
Art club	$ 904	$ 358	$ 628	$ 634
Band	604	2,317	2,433	488
Benfit for golf	2,023	23,695	23,449	2,269
Big red	1,117	4,219	4,654	682
Builders club	198	-	-	198
Cheerleading	1,539	17,055	16,511	2,083
Chieftain singers	7,467	4,480	4,229	7,718
Cool school	8	-	-	8
HOSA	1,716	90	320	1,486
Class of 2013	1,226	-	-	1,226
Class of 2015	2,306	-	-	2,306
Class of 2016	1,159	-	-	1,159
Class of 2017	634	-	-	634
Class of 2018	2,605	-	-	2,605
Class of 2019	41	-	-	41
Class of 2020	1,368	-	-	1,368
Class of 2021	2,281	-	-	2,281
Class of 2022	877	-	200	677
Class of 2023	127	50	61	116
Class of 2024	790	4,783	3,327	2,246
Class of 2025	100	-	-	100
Concessions	1,416	34,603	33,900	2,119
Dance	6,586	11,146	13,599	4,133
Entrepreneurship	-	10,784	9,787	997
FBLA	9,764	31,479	31,910	9,333
FCA	111	-	-	111
FCCLA	7,513	4,122	8,552	3,083
FFA	7,274	48,323	48,048	7,549
Foreign language	174	319	319	174
Girls letter club	5,142	3,050	1,800	6,392
Improv club	856	-	-	856
NHS	1,209	6,056	6,851	414
Performing arts	8,105	5,431	7,398	6,138
Petty cash	-	16,304	16,304	-
Scholars bowl	235	-	-	235
Science club	2,158	-	-	2,158
Science olympiad	886	530	731	685
Life skills	35	-	-	35
Spanish	1	-	-	1
Student activities	5,968	22,522	27,068	1,422
Student council	3,197	2,588	2,591	3,194
Student reserve	3,237	7,508	1,564	9,181
T-club	3	-	-	3
THS admin	720	4,590	4,197	1,113
Weight room	9,120	11,940	13,420	7,640
Yearbook	6,040	4,907	4,474	6,473

UNIFIED SCHOOL DISTRICT NO. 464
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2023

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organization Funds (Continued)				
High School (Continued)				
Student needs	$ 43	$ 411	$ 183	$ 271
SADD	57	243	-	300
GSA club	409	243	-	652
Battlebots	183	-	-	183
History club	1,347	-	-	1,347
Activities/diversity club	45	-	-	45
Video production	3,010	-	-	3,010
Tabletop gaming	125	-	-	125
Chess club	-	211	-	211
CBR	-	263	215	48
Chieftain floral	-	5,102	248	4,854
Journalism club	-	256	122	134
Middle School				
Activity fee	11,619	7,317	13,068	5,868
Band	1,170	219	16	1,373
Concessions	1,241	5,639	5,834	1,046
Gifted class	235	-	-	235
Elective	381	-	52	329
Warrior time	702	1,500	863	1,339
FACS	228	2,147	1,763	612
FCCLA	344	695	137	902
History club	3,183	19,231	20,157	2,257
IA technology	849	-	-	849
IA student resale	-	5,141	5,141	-
Music	3,063	390	2,337	1,116
Science olympiad	229	154	-	383
SPED	172	2,039	1,169	1,042
STAR 6th grade	1,131	3,968	2,251	2,848
STAR 7th grade	2,261	2,604	1,294	3,571
STAR 8th grade	1,032	5,326	3,309	3,049
TMS stucco	6,316	8,524	10,749	4,091
Yearbook	623	7,183	6,458	1,348
Counseling	-	1,550	-	1,550
TMS clubs	1,004	-	-	1,004
Art club	1,561	1,390	1,820	1,131
Reading assist	137	1	-	138
PTO fundraiser	2,353	14,527	13,938	2,942
Night of the stars	208	265	-	473
Elementary School				
General account	8,518	13,961	13,468	9,011
Choristers	751	1,218	652	1,317
Art club	91	1,124	256	959
Guidance fundraiser	1,450	1,450	862	2,038
Volunteer center	-	3,081	3,081	-
Total Agency Funds	$ 164,911	$ 400,622	$ 397,768	$ 167,765

See independent auditor's report on the financial statements.

Schedule 4

UNIFIED SCHOOL DISTRICT NO. 464
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
High School	$ 55,587	$ 215,493	$ 205,576	$ 65,504	$ -	$ 65,504
Middle School	10,275	36,293	28,783	17,785	-	17,785
School Projects						
High School						
STEM	1,894	-	-	1,894	-	1,894
AG mechanics	940	4,001	2,099	2,842	-	2,842
Industrial arts	1,081	-	605	476	-	476
Library	728	281	727	282	-	282
Athletic training	3,950	2,132	2,857	3,225	-	3,225
Sales tax	4,399	7,481	7,451	4,429	-	4,429
Special education	527	383	666	244	-	244
Faculty scholarship	168	-	-	168	-	168
Textbook	100	31,161	31,261	-	-	-
Skills USA automotive	11,264	23,472	28,993	5,743	-	5,743
Middle School						
Technology fee	-	5,820	5,743	77	-	77
Admin discretion	1,520	4,591	1,002	5,109	-	5,109
Library	675	4,236	3,790	1,121	-	1,121
MS musical	5,965	2,116	1,137	6,944	-	6,944
PE	1,113	85	-	1,198	-	1,198
Pencil money	316	-	-	316	-	316
Pep club	1,908	12,659	6,395	8,172	-	8,172
Snack machine	152	247	192	207	-	207
Petty cash	-	7,215	7,215	-	-	-
Sales tax	-	5,582	5,564	18	-	18
School store	2,022	-	191	1,831	-	1,831
Student emergency	3,914	2	60	3,856	-	3,856
Textbooks	-	7,476	7,476	-	-	-
Elementary School						
Enrollment fees	-	22,450	22,450	-	-	-
Library	3,033	944	1,124	2,853	-	2,853
Petty cash	-	3,328	3,328	-	-	-
Sales tax	-	918	1,018	[100]	-	[100]
Activity fee	7,258	6,645	10,229	3,674	-	3,674
IDEA	900	-	-	900	-	900
Physical education	1,377	2,635	1,647	2,365	-	2,365
Yearbook	1,743	10,047	9,718	2,072	-	2,072
Technology fee	-	4,875	4,875	-	-	-
Total District Activity Funds	$ 122,809	$ 422,568	$ 402,172	$ 143,205	$ -	$ 143,205

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
U.S. Department of Education					
Passed Through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	$ -	$ 168,084	$ 168,084	$ -
Career and Technical Education	84.048	2,354	6,818	6,412	2,760
Improving Teacher Quality State Grants	84.367	-	37,394	37,394	-
Student Support and Academic Enrichment Program	84.424	-	18,538	18,538	-
Education Stabilization Fund Under CARES Act	84.425	[609,621]	103,946	552,683	[1,058,358]
Total U.S. Department of Education			334,780	783,111	
U.S. Department of Health and Human Services					
Passed Through State Department of Education:					
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	-	22,034	22,034	-
Total U.S. Department of Health and Human Services			22,034	22,034	
U.S. Department of Agriculture					
Passed Through State Department of Education:					
Child Nutrition Cluster					
School Breakfast Program	10.553	-	87,337	87,337	-
National School Lunch Program	10.555	-	423,959	423,959	-
Summer Food Service Program for Children	10.559	-	113,626	113,626	-
Total Child Nutrition Cluster			624,922	624,922	
Total U.S. Department of Agriculture			624,922	624,922	
Total Expenditures of Federal Awards			$ 981,736	$ 1,430,067	

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 464

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

1. Organization

Unified School District No. 464, Tonganoxie, Kansas (the District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District and is presented on the Kansas regulatory basis of accounting, which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The District elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position as of June 30, 2023.

5. Outstanding Loans

The District did not have any outstanding loans under any federal grants as of June 30, 2023.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified (Regulatory Basis) Adverse (GAAP)			
Internal control over financial reporting:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None 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?		Yes	X	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance?		Yes	X	No

Identification of major programs:

ALN Number(s)	Name of Federal Program or Cluster
10.553, 10.555, 10.559	Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B programs:	$750,000			
Auditee qualified as low-risk auditee?		Yes	X	No

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

Section II - Financial Statement Findings

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Current Year Findings

None Noted.

UNIFIED SCHOOL DISTRICT NO. 464
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2023

Section II - Financial Statement Findings

Prior Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

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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 FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

Board of Education
Unified School District No. 464
Tonganoxie, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the financial statements of Unified School District No. 464 (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 30, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we 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 our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal controls 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 financial statements 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 charge with governance.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

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

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 30, 2024

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

Board of Education
Unified School District No. 464
Tonganoxie, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of Unified School District No. 464, Tonganoxie, Kansas (the District), 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 our opinion, the District complied, in all material respects, with the 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

We conducted our audit of compliance 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 (*Government Auditing Standards*); 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 requirement 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 grants 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 of 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 GAAS, *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 judgement 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 GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgement 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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

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 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 the 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 the internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the District as of and for the year ended June 30, 2023, and have issued our report thereon dated December 30, 2024, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 30, 2024