UNIFIED SCHOOL DISTRICT #257

Iola, Kansas

Independent Auditor's Reports and
Regulatory Basis Financial Statement
with Supplementary Information

For the Fiscal Year Ended June 30, 2023

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas

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Iola, Kansas

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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District #257
Iola, Kansas

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District #257, 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 Unified School District #257 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 Unified School District #257 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 *Government 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 Unified School District #257 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, the schedule of receipts and expenditures – actual and budget regulatory basis, for each individual fund, the schedule of receipts and disbursements – agency funds – regulatory basis, and the summary schedule of regulatory basis receipts, expenditures, and unencumbered cash-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 schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis 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 accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Unified School District #257 as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated December 1, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the schedule of receipts and expenditures – actual and budget regulatory basis, for each individual fund, for the year ended June 30, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2022, on the basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2023, on our consideration of the Unified School District #257's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the Unified School District #257'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 Unified School District #257's internal control over financial reporting and compliance.

Jarred, Gilmore & Phillips, PA

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
October 31, 2023

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Ending Cash Balances June 30, 2023
General	$ -	$ 9,864,813.53	$ 9,864,813.53	$ -	$ 637,430.69	$ 637,430.69
Supplemental General	70,170.57	3,408,780.41	3,373,269.00	105,681.98	144,856.48	250,538.46
Special Purpose Funds:						
4 Year Old At-Risk	46,560.50	215,257.00	151,794.84	110,022.66	17,169.43	127,192.09
K-12 At-Risk	600,310.23	2,203,387.00	2,229,664.97	574,032.26	205,118.37	779,150.63
Capital Outlay	1,191,781.01	1,437,499.26	890,636.65	1,738,643.62	62,468.98	1,801,112.60
Driver Training	40,612.34	28,178.00	33,568.02	35,222.32	-	35,222.32
Food Service	198,363.28	770,707.33	774,782.79	194,287.82	3,410.16	197,697.98
Professional Development	26,653.14	16,600.00	11,546.30	31,706.84	2,649.66	34,356.50
Bilingual Education	1,848.45	2,961.00	2,631.07	2,178.38	125.01	2,303.39
Parent Education	15,000.65	11,000.00	11,000.00	15,000.65	-	15,000.65
Special Education	839,049.54	2,215,807.69	2,050,256.38	1,004,600.85	8,088.68	1,012,689.53
Vocational Education	193,446.48	504,973.01	504,188.01	194,231.48	60,015.25	254,246.73
Virtual Education	43,572.43	34,000.00	33,750.76	43,821.67	-	43,821.67
Title I	-	383,434.00	383,434.00	-	22,772.30	22,772.30
Title II-A Teacher Quality	-	58,305.00	58,305.00	-	849.46	849.46
Title IV Grant	-	29,743.00	29,743.00	-	-	-
Title VI-B Grant	-	31,844.00	31,844.00	-	-	-
KPERS Special Retirement Contributions	-	1,044,237.25	1,044,237.25	-	-	-
Contingency Reserve	750,000.00	50,000.00	-	800,000.00	-	800,000.00
Textbook & Student Material	13,426.71	18,499.55	28,853.84	3,072.42	3,654.90	6,727.32
21st Century Grant	-	102,000.00	99,760.89	2,239.11	1,636.50	3,875.61
Safe Base Donations	28,911.29	-	5,565.86	23,345.43	-	23,345.43
21st Century Safe Base Grant	-	100,000.00	90,018.20	9,981.80	6,942.32	16,924.12
Gate Receipts	39,966.43	74,395.67	78,547.59	35,814.51	-	35,814.51

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

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Ending Cash Balances June 30, 2023
Special Purpose Funds: (Continued)						
Special Projects	$ 54,990.74	$ 111,984.20	$ 111,759.63	$ 55,215.31	$ -	$ 55,215.31
Reach Grant	140.91	-	-	140.91	-	140.91
ESSER III	(80,130.63)	606,606.00	1,337,915.68	(811,440.31)	553,569.00	(257,871.31)
KDHE	(22,500.00)	76,725.00	231,725.00	(177,500.00)	146,102.00	(31,398.00)
KPP Grant	-	290,250.00	290,250.00	-	43,081.12	43,081.12
Miscellaneous Grants	340,903.29	175,637.26	331,126.87	185,413.68	782.51	186,196.19
Bond and Interest Fund:						
Bond and Interest	1,301,909.97	2,004,966.64	1,806,006.26	1,500,870.35	-	1,500,870.35
Capital Projects Fund:						
Construction	4,253,546.89	-	3,934,198.96	319,347.93	98,224.28	417,572.21
Trust Funds:						
Bowlus Trust	-	320,940.48	320,940.48	-	-	-
Youth Friends	2,236.31	-	-	2,236.31	-	2,236.31
Myers Math Prize	1,312.85	-	200.00	1,112.85	-	1,112.85
Discretionary Trust	384.02	-	-	384.02	-	384.02
Total Reporting Entity (Excluding Agency Funds)	$ 9,952,467.40	$ 26,193,532.28	$ 30,146,334.83	$ 5,999,664.85	$ 2,018,947.10	$ 8,018,611.95

Composition of Cash	
Cash on Hand	$ 100.00
Petty Cash	1,600.00
General Checking Account	7,986,743.16
Activity Checking Accounts	164,956.90
Total Cash	8,153,400.06
Less Agency Funds per Schedule 3	(134,788.11)
Total Reporting Entity	$ 8,018,611.95

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

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of Unified School District #257, Iola, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies follow. Note 1 describes how the District's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. This financial statement and schedules present USD #257.

Related Municipal Entities: A related municipal entity is determined by the following criteria. Whether the District exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the District. Related municipal entities are not required to be included in the District's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related entities:

USD #257 Endowment Association - The economic resources received or held by the component unit are held almost entirely for the direct benefit of the District. The USD #257 Endowment Association was formed to promote and foster the educational purposes of the District, and to create a fund to be used for any program, project or enterprise undertaken in the interest of the District. The Association acts largely as a fundraising organization, soliciting, receiving, managing and disbursing contributions on behalf of the District. Most of the contributions received are designated by the donors to be used for specific purposes or by specific departments. In these instances, the Association serves essentially as a conduit. Contributions that are not designated are used where the need is considered greatest, as determined by the Association board of directors. The Association can sue and be sued, and can buy, sell, or lease real property. Separate internal financial statements are available from the Endowment Association.

Bowlus Fine Arts and Cultural Center Trust – The Bowlus Fine Arts and Cultural Center Trust Board operates the Iola Bowlus Fine Arts and Cultural Center. The Trust was established to promote the appreciation of things artistic, musical and cultural for the benefit of the students and citizens of Iola. The Trust board members are the same as that of the District. The Trust can sue and be sued, and can buy, sell, or lease real property. Separate audited financial statements are prepared and are available at the Bowlus Fine Arts and Cultural Center.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

The following types of funds comprise the financial activities of the Unified School District #257:

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

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

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

Trust Funds – funds used to account for funds held in trust for others. The funds are accounted for in essentially the same manner as governmental funds.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection account, etc.).

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

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

Reimbursed Expenses
K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statement and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the District Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property Taxes

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

Pension Plan

Substantially all full-time District employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer state-wide pension plan. The District's policy is the State of Kansas will fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), 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 fiscal year on or before August 1.
2. Publication in the local newspaper of the proposed budget and a notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after the publication of a notice of hearing.
4. Adoption of the final budget on or before August 25.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The District had no such amendments during the year, however, the General Fund was decreased to the legal maximum budget based upon final enrollment numbers being lower than originally budgeted.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information (Continued)
All legal annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments of the municipality 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 fiduciary funds and certain special revenue 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.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes
Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the District was in apparent violation with K.S.A. 10-1113, as the District has obligated expenditures in excess of available monies in the ESSER III Fund and KHDE Fund. However, K.S.A 10-1116 provides that under certain situations, a fund can end the year with a negative unencumbered cash balance and therefore, exempt from the cash basis laws of the State of Kansas. The fund listed above met the criteria under the statute, and therefore, is not deemed to be in violation of the Kansas cash basis law. As shown in Schedule 1, the District was not in apparent compliance with Kansas budget laws.

3. DEPOSITS AND INVESTMENTS

K.S.A 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main branch or branch bank in the county in which the District is located, or in an adjoining county is 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.

3. DEPOSITS AND INVESTMENTS (Continued)

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. All deposits were legally secured at June 30, 2023.

At year-end, the District's carrying amount of deposits was $8,153,300.06 and the bank balance was $8,794,075.78. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000.00 was covered by FDIC insurance and $8,544,075.78 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

4. RIGHT TO USE CONTRACTS

As of June 30, 2023 the District has entered into a number of contracts for equipment. Total payments for the year ended June 30, 2023, was $19,993.32 Under the current agreements, the future minimum rentals are as follows:

2024	$ 23,587.20
2025	23,587.20
2026	21,621.20
2027	1,324.32
2028	993.24

5. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balances Beginning of Year	Additions/ New Debt	Reductions/ Principal Paid	Balances End of Year	Interest Paid
General Obligation Bonds									
Paid with Tax Appropriations and State Aid									
Series 2019	3.0-5.0%	6/27/2019	$ 35,040,000.00	9/1/2048	$ 34,090,000.00	$ -	$ 610,000.00	$ 33,480,000.00	$ 1,196,006.26
Total Contractual Indebtedness					$ 34,090,000.00	$ -	$ 610,000.00	$ 33,480,000.00	$ 1,196,006.26

Issue	June 30, 2024	June 30, 2025	June 30, 2026	June 30, 2027	June 30, 2028	June 30, 2029-2033	June 30, 2034-2038	June 30, 2039-2043
Principal								
General Obligation Bonds								
Series 2019	$ 650,000.00	$ 690,000.00	$ 735,000.00	$ 780,000.00	$ 830,000.00	$ 4,935,000.00	$ 6,260,000.00	$ 7,555,000.00
Total Principal	650,000.00	690,000.00	735,000.00	780,000.00	830,000.00	4,935,000.00	6,260,000.00	7,555,000.00
Interest								
General Obligation Bonds								
Series 2019	1,164,506.26	1,131,006.26	1,095,381.26	1,057,506.26	1,017,256.26	4,437,706.30	3,357,506.30	2,298,106.30
Total Interest	1,164,506.26	1,131,006.26	1,095,381.26	1,057,506.26	1,017,256.26	4,437,706.30	3,357,506.30	2,298,106.30
Total Principal and Interest	$ 1,814,506.26	$ 1,821,006.26	$ 1,830,381.26	$1,837,506.26	$ 1,847,256.26	$ 9,372,706.30	$ 9,617,506.30	$ 9,853,106.30

Issue	June 30, 2044-2048	June 30, 2049	Totals
Principal			
General Obligation Bonds			
Series 2019	$ 9,035,000.00	$ 2,010,000.00	$ 33,480,000.00
Total Principal	9,035,000.00	2,010,000.00	33,480,000.00
Interest			
General Obligation Bonds			
Series 2019	1,039,184.40	31,406.25	16,629,565.85
Total Interest	1,039,184.40	31,406.25	16,629,565.85
Total Principal and Interest	$ 10,074,184.40	$ 2,041,406.25	$ 50,109,565.85

6. OTHER COMMITMENTS

The District had entered into a three year service contract with Southeast Kansas Education Service Center for technology services. Total payments for the year ended June 30, 2023 was $66,195.00 Under the current contract, future commitments are as follows:

2024	$ 89,497.00
2025	89,497.00

7. 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 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.

Senate Substitute for House Bill 2052 authorized the delay of $64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of $6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of $194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of $19.4 million starting in fiscal year 2020.

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

7. DEFINED BENEFIT PENSION PLAN (Continued)

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $1,044,237.25 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 $10,098,466.00. 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 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.

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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.

Compensated Absences:

Sick Leave: A maximum of 10 days of sick leave will be granted each year for employees working 205 days per year; a maximum of 11 days for employment of 206-220 days; and 12 days for those with over 220 days of employment with a total accumulation of 90 days allowed. There is no payment for unused sick leave when an employee ceases employment with the District except at retirement after 10 years of employment by the District or if resigning for any other reason after 15 consecutive years of service in the District. The payment rate is 25% of the daily rate or $15.00, whichever is higher, up to a maximum of 60 days.

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

Vacation Leave: Full-time, twelve month custodial and clerical employees are granted vacation leave. After one year of employment – two weeks of paid vacation each year, after seven years of employment – three weeks of paid vacation each year, and after fifteen years of employment – four weeks of paid vacation each year. Employees working less than full time will receive vacation benefits on a pro-rated basis. Accumulated vacation pay is paid after one year of employment.

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

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

In accordance with the above criteria, the District has estimated a liability for discretionary leave, which has been earned, but not taken by District employees of $77,354.73. The District has not estimated a liability for sick leave earned, but not taken, by District employees, as the amounts cannot be reasonably estimated at this time.

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government 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 government under this program.

9. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

PROJECT NAME	AUTHORIZED	EXPENDED THRU 6/30/2023	COMPLETION
Elementary School/S.T.E.M and Career Prep Center/HVAC Upgrades and Improvements to Iola Middle School	$ 36,315,412.12	$ 35,941,406.12	Completed
	$ 36,315,412.12	$ 35,941,406.12	

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; employees' health and life; and natural disasters. The District manages these risks of loss through the purchase of various insurance policies.

11. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government and state grantors. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

12. INTERFUND TRANSFERS

Operating transfers were as follows:

From Fund:	To Fund:	Statutory Authority	Amount
General Fund	4 Year Old At-Risk Fund	K.S.A. 72-5167	$ 214,578.00
General Fund	K-12 At-Risk Fund	K.S.A. 72-5167	1,712,576.00
General Fund	Capital Outlay Fund	K.S.A. 72-5167	138,239.09
General Fund	Contingency Reserve Fund	K.S.A. 72-5167	50,000.00
General Fund	Special Education Fund	K.S.A. 72-5167	1,958,146.00
Supplemental General Fund	K-12 At-Risk Fund	K.S.A. 72-5143	490,811.00
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	16,000.00
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	2,961.00
Supplemental General Fund	Virtual Education Fund	K.S.A. 72-5143	34,000.00
Supplemental General Fund	Driver Training Fund	K.S.A. 72-5143	13,000.00
Supplemental General Fund	Parent Education Fund	K.S.A. 72-5143	11,000.00
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	141,426.02
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-5143	471,408.00

13. SUBSEQUENT EVENTS

The District evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statement. Additionally there are no non-recognized subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
Summary of Expenditures - Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Fiscal Year Ended June 30, 2023

Funds	Certified Budget	Adjustments to Comply with Legal Maximum	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General	$ 9,920,732.00	$ (71,268.00)	$ 15,350.00	$ 9,864,814.00	$ 9,864,813.53	$ (0.47)
Supplemental General	3,373,269.00	-	-	3,373,269.00	3,373,269.00	-
Special Purpose Funds:						
4 Year Old At-Risk	166,561.00	-	-	166,561.00	151,794.84	(14,766.16)
K-12 At-Risk	2,748,108.00	-	-	2,748,108.00	2,229,664.97	(518,443.03)
Capital Outlay	2,119,649.00	-	-	2,119,649.00	890,636.65	(1,229,012.35)
Driver Training	65,062.00	-	-	65,062.00	33,568.02	(31,493.98)
Food Service	915,761.00	-	-	915,761.00	774,782.79	(140,978.21)
Professional Development	48,153.00	-	-	48,153.00	11,546.30	(36,606.70)
Bilingual Education	4,371.00			4,371.00	2,631.07	(1,739.93)
Parent Education	30,000.00	-	-	30,000.00	11,000.00	(19,000.00)
Special Education	3,172,366.00	-	-	3,172,366.00	2,050,256.38	(1,122,109.62)
Vocational Education	889,224.00	-	-	889,224.00	504,188.01	(385,035.99)
Virtual Education	113,572.00	-	-	113,572.00	33,750.76	(79,821.24)
KPERS Special Retirement Contributions	1,197,321.00	-	-	1,197,321.00	1,044,237.25	(153,083.75)
Bond and Interest Fund:						
Bond and Interest	1,835,732.00	-	-	1,835,732.00	1,806,006.26	(29,725.74)

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Mineral Production Tax	$ 902.13	$ 1,251.53	$ 1,000.00	$ 251.53
Reimbursements	3,266.79	15,350.00	-	15,350.00
State Sources				
General State Aid	8,130,774.00	8,590,066.00	8,383,932.00	206,134.00
Special Education Aid	1,360,758.00	1,258,146.00	1,535,800.00	(277,654.00)
Total Receipts	9,495,700.92	9,864,813.53	$ 9,920,732.00	$ (55,918.47)
Expenditures				
Instruction	3,723,217.81	3,745,052.37	$ 3,815,427.00	$ (70,374.63)
Support Services				
Student Support	191,673.61	94,440.45	201,350.00	(106,909.55)
Instructional Support	274,945.05	196,469.73	305,250.00	(108,780.27)
General Administration	383,158.95	399,651.30	405,400.00	(5,748.70)
School Administration	835,299.77	645,216.65	676,900.00	(31,683.35)
Central Services	308,342.43	231,938.44	316,450.00	(84,511.56)
Student Transportation Services	462,441.59	477,983.06	487,650.00	(9,666.94)
Other Support Services	505.00	522.44	500.00	22.44
Operating Transfers to:				
4 Year Old At-Risk Fund	113,000.00	214,578.00	120,000.00	94,578.00
K-12 At-Risk Fund	1,317,209.00	1,712,576.00	1,544,905.00	167,671.00
Capital Outlay Fund	231,767.20	138,239.09	-	138,239.09
Bilingual Education Fund	1,200.00	-	1,500.00	(1,500.00)
Professional Development Fund	-	-	10,000.00	(10,000.00)

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures (Continued)				
Operating Transfers to: (Continued)				
Virtual Education Fund	$ 5,000.00	$ -	$ 20,000.00	$ (20,000.00)
Contingency Reserve	-	50,000.00	-	50,000.00
Vocational Education Fund	287,182.51	-	300,000.00	(300,000.00)
Special Education Fund	1,360,758.00	1,958,146.00	1,715,400.00	242,746.00
Total Certified Budget			9,920,732.00	(55,918.47)
Adjustments to Budget				
Adjustment to Comply with Legal Maximum Budget			(71,268.00)	71,268.00
Adjustment for Qualifying Budget Credits			15,350.00	(15,350.00)
Total Expenditures	9,495,700.92	9,864,813.53	$ 9,864,814.00	$ (0.47)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Ad Valorem Tax	$ 971,008.59	$ 1,014,216.91	$ 1,063,106.00	$ (48,889.09)
Delinquent Tax	15,961.63	20,878.86	46,194.00	(25,315.14)
County Sources				
Motor Vehicle Tax	126,244.48	134,993.84	160,632.00	(25,638.16)
Commercial Vehicle Tax	8,282.40	10,792.08	9,984.00	808.08
Recreational Vehicle Tax	2,034.83	2,246.56	2,469.00	(222.44)
16/20M Trucks	3,727.32	3,313.01	-	3,313.01
In Lieu of Taxes IRBs	1,986.95	2,220.64	-	2,220.64
Rental Excise Tax	212.97	170.51	-	170.51
State Sources				
Supplemental State Aid	2,165,124.00	2,219,948.00	2,219,948.00	-
Total Receipts	3,294,583.17	3,408,780.41	$ 3,502,333.00	$ (93,552.59)
Expenditures				
Instruction	193,791.99	236,817.36	$ 200,776.00	$ 36,041.36
Support Services				
General Administration	131,043.85	227,456.78	132,639.00	94,817.78
School Administration	37,908.98	14,969.30	2,987.00	11,982.30
Central Services	2,387.56	-	2,500.00	(2,500.00)
Operations & Maintenance	1,530,367.13	1,713,419.54	1,578,100.00	135,319.54
Operating Transfers to:				
Parent Education Fund	12,787.00	11,000.00	15,000.00	(4,000.00)
K-12 At-Risk Fund	396,527.00	490,811.00	602,893.00	(112,082.00)
Bilingual Education Fund	976.00	2,961.00	1,023.00	1,938.00

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures (Continued)				
Operating Transfers to: (Continued)				
Professional Development	$ -	$ 16,000.00	$ 10,000.00	$ 6,000.00
Virtual Education Fund	47,000.00	34,000.00	50,000.00	(16,000.00)
Special Education Fund	687,000.00	141,426.02	515,416.00	(373,989.98)
Driver Trainng Fund	-	13,000.00	-	13,000.00
Vocational Education Fund	213,101.49	471,408.00	261,935.00	209,473.00
Total Expenditures	3,252,891.00	3,373,269.00	$ 3,373,269.00	$ -
Receipts Over (Under) Expenditures	41,692.17	35,511.41		
Unencumbered Cash, Beginning	28,478.40	70,170.57		
Unencumbered Cash, Ending	$ 70,170.57	$ 105,681.98		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
4 YEAR OLD AT-RISK FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Reimbursments	$ -	$ 679.00	$ -	$ 679.00
Operating Transfer from General Fund	113,000.00	214,578.00	120,000.00	94,578.00
Total Receipts	113,000.00	215,257.00	$ 120,000.00	$ 95,257.00
Expenditures				
Instruction	112,163.74	151,794.84	$ 166,561.00	$ (14,766.16)
Total Expenditures	112,163.74	151,794.84	$ 166,561.00	$ (14,766.16)
Receipts Over (Under) Expenditures	836.26	63,462.16		
Unencumbered Cash, Beginning	45,724.24	46,560.50		
Unencumbered Cash, Ending	$ 46,560.50	$ 110,022.66		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
K-12 AT-RISK FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Operating Transfers from:				
General Fund	$ 1,317,209.00	$ 1,712,576.00	$ 1,544,905.00	$ 167,671.00
Supplemental General Fund	396,527.00	490,811.00	602,893.00	(112,082.00)
Total Receipts	1,713,736.00	2,203,387.00	$ 2,147,798.00	$ 55,589.00
Expenditures				
Instruction	1,327,468.27	1,967,386.31	$ 2,573,108.00	$ (605,721.69)
Support Services				
Student Support	125,009.06	262,278.66	175,000.00	87,278.66
Total Expenditures	1,452,477.33	2,229,664.97	$ 2,748,108.00	$ (518,443.03)
Receipts Over (Under) Expenditures	261,258.67	(26,277.97)		
Unencumbered Cash, Beginning	339,051.56	600,310.23		
Unencumbered Cash, Ending	$ 600,310.23	$ 574,032.26		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
CAPITAL OUTLAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Ad Valorem Tax	$ 431,102.09	$ 460,089.61	$ 406,845.00	$ 53,244.61
Delinquent Tax	-	9,971.02	20,050.00	(10,078.98)
Interest on Idle Funds	15,818.67	239,350.07	50,000.00	189,350.07
Reimubrsed Expense	-	75,892.00	-	75,892.00
Other	45,994.62	140,481.50	60,000.00	80,481.50
County Sources				
Motor Vehicle Tax	61,544.10	60,279.88	72,655.00	(12,375.12)
Commercial Vehicle Tax	3,870.46	4,715.55	4,516.00	199.55
Recreational Vehicle Tax	998.55	1,000.28	1,117.00	(116.72)
16/20M Trucks	1,931.60	1,533.02	-	1,533.02
Rental Excise Tax	103.57	76.24	-	76.24
State Sources				
Capital Outlay State Aid	282,304.00	305,871.00	312,685.00	(6,814.00)
Operating Transfer from General Fund	231,767.20	138,239.09		138,239.09
Total Receipts	1,075,434.86	1,437,499.26	$ 927,868.00	$ 371,392.17
Expenditures				
Instruction	12,606.44	125,471.73	$ 50,000.00	$ 75,471.73
Support Services				
General Administration	126,205.56	140,368.37	200,000.00	(59,631.63)
School Administration	445,984.68	72,500.33	500,000.00	(427,499.67)
Operations & Maintenance	202,824.28	-	450,000.00	(450,000.00)
Student Transporation Services	155.00	199,256.00	200,000.00	(744.00)
Facility Acquisition and Construction Services				
Land Acquisition	-	64,632.56	130,000.00	(65,367.44)
Land Improvement	877,121.50	179,788.74	132,649.00	47,139.74
Architectural and Engineering Services	-	-	32,000.00	(32,000.00)
New Building Acquisition and Construction	9,252.92	11,696.45	100,000.00	(88,303.55)

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
CAPITAL OUTLAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures (Continued)				
Facility Acquisition and Construction Services (Continued)				
Building Improvement	$ 208,060.00	$ 96,922.47	$ 325,000.00	$ (228,077.53)
Total Expenditures	1,882,210.38	890,636.65	$ 2,119,649.00	$ (1,229,012.35)
Receipts Over (Under) Expenditures	(806,775.52)	546,862.61		
Unencumbered Cash, Beginning	1,998,556.53	1,191,781.01		
Unencumbered Cash, Ending	$ 1,191,781.01	$ 1,738,643.62		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
DRIVER TRAINING FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Student Receipts	$ 9,940.00	$ 9,280.00	$ 15,000.00	$ (5,720.00)
State Sources				
State Aid	7,320.00	5,898.00	9,450.00	(3,552.00)
Operating Transfer from				
Supplemental General Fund	-	13,000.00	-	13,000.00
Total Receipts	17,260.00	28,178.00	$ 24,450.00	$ 3,728.00
Expenditures				
Instruction	20,870.75	29,942.00	$ 57,562.00	$ (27,620.00)
Support Services				
Vehicle Operations	3,340.12	3,626.02	7,500.00	(3,873.98)
Total Expenditures	24,210.87	33,568.02	$ 65,062.00	$ (31,493.98)
Receipts Over (Under) Expenditures	(6,950.87)	(5,390.02)		
Unencumbered Cash, Beginning	47,563.21	40,612.34		
Unencumbered Cash, Ending	$ 40,612.34	$ 35,222.32		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
FOOD SERVICE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Food Service Sales	$ 3,152.86	$ 114,914.69	$ 234,192.00	$ (119,277.31)
Miscellaneous Receipts	95.39	81.62	2,500.00	(2,418.38)
State Sources				
Food Service Aid	4,846.80	5,122.00	4,448.00	674.00
Federal Sources				
Child Nutrition Aid	795,421.09	620,648.59	476,258.00	144,390.59
Fresh Fruits and Vegtables	13,306.35	29,940.43	-	29,940.43
Other Federal Aid	614.00	-	-	-
Total Receipts	817,436.49	770,707.33	$ 717,398.00	$ 53,309.33
Expenditures				
Support Services				
Operation of Non-Instructional Services				
Food Service Operations	787,042.27	774,782.79	$ 915,761.00	$ (140,978.21)
Total Expenditures	787,042.27	774,782.79	$ 915,761.00	$ (140,978.21)
Receipts Over (Under) Expenditures	30,394.22	(4,075.46)		
Unencumbered Cash, Beginning	167,969.06	198,363.28		
Unencumbered Cash, Ending	$ 198,363.28	$ 194,287.82		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
PROFESSIONAL DEVELOPMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Reimbursements	$ -	$ 600.00	$ -	$ 600.00
State Sources				
Professional Development Aid	-	-	1,500.00	(1,500.00)
Operating Transfer from:				
General Fund	-	-	10,000.00	(10,000.00)
Supplemental General	-	16,000.00	10,000.00	6,000.00
Total Receipts	-	16,600.00	$ 21,500.00	$ (4,900.00)
Expenditures				
Support Services				
Instructional Support	1,669.19	11,546.30	$ 43,153.00	$ (31,606.70)
Central Services	-	-	5,000.00	(5,000.00)
Total Expenditures	1,669.19	11,546.30	$ 48,153.00	$ (36,606.70)
Receipts Over (Under) Expenditures	(1,669.19)	5,053.70		
Unencumbered Cash, Beginning	28,322.33	26,653.14		
Unencumbered Cash, Ending	$ 26,653.14	$ 31,706.84		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
BILINGUAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Operating Transfer from:				
General Fund	$ 1,200.00	$ -	$ 1,500.00	$ (1,500.00)
Supplemental General Fund	976.00	2,961.00	1,023.00	1,938.00
Total Receipts	2,176.00	2,961.00	2,523.00	438.00
Expenditures				
Instruction	2,297.56	2,631.07	$ 4,371.00	$ (1,739.93)
Total Expenditures	2,297.56	2,631.07	$ 4,371.00	$ (1,739.93)
Receipts Over (Under) Expenditures	(121.56)	329.93		
Unencumbered Cash, Beginning	1,970.01	1,848.45		
Unencumbered Cash, Ending	$ 1,848.45	$ 2,178.38		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
PARENT EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Operating Transfers from Supplemental General Fund	$ 12,787.00	$ 11,000.00	$ 15,000.00	$ (4,000.00)
Total Receipts	12,787.00	11,000.00	$ 15,000.00	$ (4,000.00)
Expenditures				
Support Services				
Student Support	13,500.00	11,000.00	$ 30,000.00	$ (19,000.00)
Total Expenditures	13,500.00	11,000.00	$ 30,000.00	$ (19,000.00)
Receipts Over (Under) Expenditures	(713.00)	-		
Unencumbered Cash, Beginning	15,713.65	15,000.65		
Unencumbered Cash, Ending	$ 15,000.65	$ 15,000.65		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
SPECIAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Miscellaneous	$ 79,919.92	$ 112,132.57	$ 100,000.00	$ 12,132.57
State Sources				
State Aid	-	4,103.10	2,500.00	1,603.10
Federal Sources				
Federal Aid	38,142.00	-	-	-
Operating Transfers from:				
General Fund	1,360,758.00	1,958,146.00	1,715,400.00	242,746.00
Supplemental General Fund	687,000.00	141,426.02	515,416.00	(373,989.98)
Total Receipts	2,165,819.92	2,215,807.69	$ 2,333,316.00	$ (117,508.31)
Expenditures				
Instruction	2,038,247.17	1,946,373.77	$ 2,796,366.00	$ (849,992.23)
Support Services				
Student Transportation Services	127,730.73	103,882.61	376,000.00	(272,117.39)
Total Expenditures	2,165,977.90	2,050,256.38	$ 3,172,366.00	$ (1,122,109.62)
Receipts Over (Under) Expenditures	(157.98)	165,551.31		
Unencumbered Cash, Beginning	839,207.52	839,049.54		
Unencumbered Cash, Ending	$ 839,049.54	$ 1,004,600.85		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
VOCATIONAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Miscellaneous	$ 7,886.32	$ 16,311.01	$ 30,000.00	$ (13,688.99)
State Sources				
Transportation State Aid	-	-	3,843.00	(3,843.00)
Federal Sources				
Federal Aid	134,845.00	17,254.00	100,000.00	(82,746.00)
Operating Transfers from:				
General Fund	287,182.51	-	300,000.00	(300,000.00)
Supplemental General Fund	213,101.49	471,408.00	261,935.00	209,473.00
Total Receipts	643,015.32	504,973.01	$ 695,778.00	$ (190,804.99)
Expenditures				
Instruction	629,367.71	501,286.89	$ 808,724.00	$ (307,437.11)
Support Services				
Student Support	970.79	1,640.28	55,000.00	(53,359.72)
Operations and Maintenance	627.20	1,260.84	25,500.00	(24,239.16)
Total Expenditures	630,965.70	504,188.01	$ 889,224.00	$ (385,035.99)
Receipts Over (Under) Expenditures	12,049.62	785.00		
Unencumbered Cash, Beginning	181,396.86	193,446.48		
Unencumbered Cash, Ending	$ 193,446.48	$ 194,231.48		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
VIRTUAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Operating Transfers from:				
General Fund	$ 5,000.00	$ -	$ 20,000.00	$ (20,000.00)
Supplemental General Fund	47,000.00	34,000.00	50,000.00	(16,000.00)
Total Receipts	52,000.00	34,000.00	$ 70,000.00	$ (36,000.00)
Expenditures				
Instruction	42,603.84	33,750.76	$ 113,572.00	$ (79,821.24)
Total Expenditures	42,603.84	33,750.76	$ 113,572.00	$ (79,821.24)
Receipts Over (Under) Expenditures	9,396.16	249.24		
Unencumbered Cash, Beginning	34,176.27	43,572.43		
Unencumbered Cash, Ending	$ 43,572.43	$ 43,821.67		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
TITLE I FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 347,433.00	$ 383,434.00
Total Receipts	347,433.00	383,434.00
Expenditures		
Instruction	397,349.92	379,934.00
Support Services		
School Administration	2,500.00	3,500.00
Total Expenditures	399,849.92	383,434.00
Receipts Over (Under) Expenditures	(52,416.92)	-
Unencumbered Cash, Beginning	52,416.92	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
TITLE II-A TEACHER QUALITY FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 60,559.00	$ 58,305.00
Total Receipts	60,559.00	58,305.00
Expenditures		
Instruction	4,403.29	5,404.73
Support Services		
Instructional Support	56,155.71	52,900.27
Total Expenditures	60,559.00	58,305.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
TITLE IV GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 29,098.00	$ 29,743.00
Total Receipts	29,098.00	29,743.00
Expenditures		
Instruction	21,324.04	-
Support Services		
Instructional Support	7,068.99	28,430.00
School Administration	1,293.00	1,313.00
Total Expenditures	29,686.03	29,743.00
Receipts Over (Under) Expenditures	(588.03)	-
Unencumbered Cash, Beginning	588.03	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
TITLE VI-B GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 27,238.00	$ 31,844.00
Total Receipts	27,238.00	31,844.00
Expenditures		
Instruction	27,238.00	31,844.00
Total Expenditures	27,238.00	31,844.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTIONS FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
State Sources				
KPERS Contributions	$ 1,041,148.66	$ 1,044,237.25	$ 1,197,321.00	$ (153,083.75)
Total Receipts	1,041,148.66	1,044,237.25	$ 1,197,321.00	$ (153,083.75)
Expenditures				
Instruction	648,739.71	650,664.24	$ 781,368.00	$ (130,703.76)
Support Services				
Student Support	42,166.52	42,291.61	44,696.00	(2,404.39)
Instructional Support	59,345.47	59,521.52	62,906.00	(3,384.48)
General Administration	29,880.97	29,969.62	31,674.00	(1,704.38)
School Administration	88,601.76	88,864.59	93,919.00	(5,054.41)
Other Supplemental Services	35,815.52	35,921.75	37,965.00	(2,043.25)
Operations and Maintenance	67,674.66	67,875.42	71,735.00	(3,859.58)
Student Transportation Services	44,248.81	44,380.08	46,903.00	(2,522.92)
Food Service	24,675.24	24,748.42	26,155.00	(1,406.58)
Total Expenditures	1,041,148.66	1,044,237.25	$ 1,197,321.00	$ (153,083.75)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
CONTINGENCY RESERVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfer from General Fund	$ -	$ 50,000.00
Total Receipts	-	50,000.00
Expenditures		
Support Services		
School Administration	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	50,000.00
Unencumbered Cash, Beginning	750,000.00	750,000.00
Unencumbered Cash, Ending	$ 750,000.00	$ 800,000.00

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
TEXTBOOK & STUDENT MATERIAL FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Rental Fees & Books	$ 10,390.72	$ 18,499.55
Total Receipts	10,390.72	18,499.55
Expenditures		
Instruction	35,280.44	28,853.84
Total Expenditures	35,280.44	28,853.84
Receipts Over (Under) Expenditures	(24,889.72)	(10,354.29)
Unencumbered Cash, Beginning	38,316.43	13,426.71
Unencumbered Cash, Ending	$ 13,426.71	$ 3,072.42

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
21ST CENTURY GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
21st Century Grant	$ 100,000.00	$ 102,000.00
Total Receipts	100,000.00	102,000.00
Expenditures		
Instruction	91,289.00	91,049.89
Support Services		
Instructional Support	7,211.00	7,211.00
General Administration	1,500.00	1,500.00
Total Expenditures	100,000.00	99,760.89
Receipts Over (Under) Expenditures	-	2,239.11
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ 2,239.11

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
SAFE BASE DONATIONS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Source		
Donations	$ 10,914.75	$ -
Total Receipts	10,914.75	-
Expenditures		
Instruction	3,871.37	5,565.86
Total Expenditures	3,871.37	5,565.86
Receipts Over (Under) Expenditures	7,043.38	(5,565.86)
Unencumbered Cash, Beginning	21,867.91	28,911.29
Unencumbered Cash, Ending	$ 28,911.29	$ 23,345.43

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
21ST CENTURY SAFE BASE GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 69,000.00	$ 100,000.00
Total Receipts	69,000.00	100,000.00
Expenditures		
Instruction	67,756.18	86,018.20
Support Services		
Instructional Support	4,000.00	4,000.00
Total Expenditures	71,756.18	90,018.20
Receipts Over (Under) Expenditures	(2,756.18)	9,981.80
Unencumbered Cash, Beginning	2,756.18	-
Unencumbered Cash, Ending	$ -	$ 9,981.80

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
REACH GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Other Revenue		
Reach Grant	$ -	$ -
Total Receipts	-	-
Expenditures		
Support Services		
Student Support	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	140.91	140.91
Unencumbered Cash, Ending	$ 140.91	$ 140.91

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
COVID-19 GRANTS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 1,388,237.00	$ -
Total Receipts	1,388,237.00	-
Expenditures		
Instruction	63,851.54	-
Support Services		
Central Services	94,500.00	-
Operations & Maintenance	245,099.23	-
Student Transportation Services	1,253.99	-
Total Expenditures	404,704.76	-
Receipts Over (Under) Expenditures	983,532.24	-
Unencumbered Cash, Beginning	(983,532.24)	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
ESSER III FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 1,056,500.00	$ 606,606.00
Total Receipts	1,056,500.00	606,606.00
Expenditures		
Instruction	212,463.04	408,154.31
Support Services		
General Administration	918,238.96	95,500.00
Operations & Maintenance	5,928.63	834,261.37
Total Expenditures	1,136,630.63	1,337,915.68
Receipts Over (Under) Expenditures	(80,130.63)	(731,309.68)
Unencumbered Cash, Beginning	-	(80,130.63)
Unencumbered Cash, Ending	$ (80,130.63)	$ (811,440.31)

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
KDHE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 77,543.80	$ 76,725.00
Total Receipts	77,543.80	76,725.00
Expenditures		
Support Services		
Student Support	99,863.80	18,398.00
General Administration	180.00	5,000.00
Operations & Maintenance	-	208,327.00
Total Expenditures	100,043.80	231,725.00
Receipts Over (Under) Expenditures	(22,500.00)	(155,000.00)
Unencumbered Cash, Beginning	-	(22,500.00)
Unencumbered Cash, Ending	$ (22,500.00)	$ (177,500.00)

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
KPP GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Sources		
Federal Aid	$ 105,400.00	$ 145,125.00
State Sources		
State Aid	105,400.00	145,125.00
Total Receipts	210,800.00	290,250.00
Expenditures		
Instruction	176,700.00	253,672.72
Support Services		
Student Support	34,100.00	36,577.28
Total Expenditures	210,800.00	290,250.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
MISCELLANEOUS GRANTS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Foundation Grants	$ 335,689.37	$ 155,975.26
State Sources		
State Aid	-	19,662.00
Federal Sources		
Federal Aid	49,370.50	-
Total Receipts	385,059.87	175,637.26
Expenditures		
Instruction	50,910.30	75,841.43
Support Services		
General Administration	39,173.47	269,070.25
Operations and Maintenance	85,495.83	(13,784.81)
Total Expenditures	175,579.60	331,126.87
Receipts Over (Under) Expenditures	209,480.27	(155,489.61)
Unencumbered Cash, Beginning	131,423.02	340,903.29
Unencumbered Cash, Ending	$ 340,903.29	$ 185,413.68

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sources				
Ad Valorem Tax	$ 1,188,500.00	$ 1,339,682.38	$ 1,187,247.00	$ 152,435.38
Delinquent Tax	9,670.49	19,866.10	56,201.00	(36,334.90)
Interest on Idle Funds	-	-	15,000.00	(15,000.00)
County Sources				
Motor Vehicle Tax	161,231.37	170,625.21	206,590.00	(35,964.79)
Rental Excise Tax	272.43	215.88	-	215.88
Commercial Vehicle Tax	10,870.39	13,248.75	12,840.00	408.75
16/20 Truck Tax	4,276.27	4,296.09	-	4,296.09
Recreational Vehicle Tax	2,587.35	2,828.58	3,175.00	(346.42)
In Lieu of Taxes IRBs	2,626.70	2,701.65	-	2,701.65
State Sources				
Capital Outlay State Aid	504,177.00	451,502.00	451,502.00	-
Total Receipts	1,884,212.00	2,004,966.64	$ 1,932,555.00	$ 72,411.64
Expenditures				
Debt Service				
Principal	575,000.00	610,000.00	$ 610,000.00	$ -
Bond Fees	-	-	100.00	(100.00)
Interest	1,225,631.26	1,196,006.26	1,225,632.00	(29,625.74)
Total Expenditures	1,800,631.26	1,806,006.26	$ 1,835,732.00	$ (29,725.74)
Receipts Over (Under) Expenditures	83,580.74	198,960.38		
Unencumbered Cash, Beginning	1,218,329.23	1,301,909.97		
Unencumbered Cash, Ending	$ 1,301,909.97	$ 1,500,870.35		

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
CONSTRUCTION FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Interest Income	$ 6,181.14	$ -
Total Receipts	6,181.14	-
Expenditures		
New Building Acquisition and Construction	17,780,625.26	3,934,198.96
Total Expenditures	17,780,625.26	3,934,198.96
Receipts Over (Under) Expenditures	(17,774,444.12)	(3,934,198.96)
Unencumbered Cash, Beginning	22,027,991.01	4,253,546.89
Unencumbered Cash, Ending	$ 4,253,546.89	$ 319,347.93

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
BOWLUS TRUST FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Bowlus Trust Reimbursements	$ 304,885.44	$ 320,940.48
Total Receipts	304,885.44	320,940.48
Expenditures		
Support Services		
Other Supplemental Services	304,885.44	320,940.48
Total Expenditures	304,885.44	320,940.48
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
YOUTH FRIENDS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Other Revenue		
Youth Friends Donations	$ -	$ -
Total Receipts	-	-
Expenditures		
Support Services		
Instructional Support	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	2,236.31	2,236.31
Unencumbered Cash, Ending	$ 2,236.31	$ 2,236.31

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
MYERS MATH PRIZE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Miscellaneous	$ -	$ -
Total Receipts	-	-
Expenditures		
Student Services		
Scholarships	200.00	200.00
Total Expenditures	200.00	200.00
Receipts Over (Under) Expenditures	(200.00)	(200.00)
Unencumbered Cash, Beginning	1,512.85	1,312.85
Unencumbered Cash, Ending	$ 1,312.85	$ 1,112.85

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
DISCRETIONARY TRUST FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Local Sources		
Interest on Idle Funds	$ -	$ -
Total Receipts	-	-
Expenditures		
Instruction	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	384.02	384.02
Unencumbered Cash, Ending	$ 384.02	$ 384.02

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

	Beginning Cash Balances	Receipts	Disbursements	Ending Cash Balances
Payroll Clearing	$ 183,241.54	$ 467,763.91	$ 590,244.42	$ 60,761.03
Student Organizations				
Middle School				
5th Grade Teams	147.00	792.58	930.35	9.23
6th Grade Teams	234.49	-	-	234.49
Band	11,801.71	18,933.31	25,924.94	4,810.08
Girls Basketball	311.39	-	-	311.39
Crime Stoppers	343.59	-	182.88	160.71
Gifted	139.98	-	30.53	109.45
Golf Tournament	2,499.19	4,767.32	6,523.40	743.11
Football	227.31	633.10	692.46	167.95
John Carnahan Memorial	199.63	185.36	97.18	287.81
Life Skills	13.81	-	-	13.81
Pomatto	116.58	200.58	317.15	0.01
Sensory Student	286.09	-	4.99	281.10
Sprit Leader	98.54	-	100.00	(1.46)
STUCO	675.54	788.37	765.46	698.45
T-Shirts	960.90	1,397.41	1,537.50	820.81
Volleyball	371.41	1,226.17	1,246.50	351.08
Wellness Grant	241.12	-	-	241.12
Wrestling	562.85	356.09	387.25	531.69
High School				
Art	3,178.35	3,563.68	3,526.56	3,215.47
Cheerleaders	1,853.61	2,983.99	3,592.38	1,245.22
Chess	1,068.19	6.00	64.00	1,010.19
Choir	1,684.47	-	122.00	1,562.47
Class of 2021	3,481.70	-	-	3,481.70
Class of 2022	-	306.70	-	306.70
Class of 2023	2,340.31	789.66	2,419.03	710.94
Class of 2024	125.00	13,100.34	12,159.04	1,066.30
Class of 2025	100.00	100.00	-	200.00

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

	Beginning Cash Balances	Receipts	Disbursements	Ending Cash Balances
Student Organizations (Continued)				
High School (Continued)				
Class of 2026	$ -	$ 375.00	$ -	$ 375.00
Cross Country	1,482.50	436.67	163.62	1,755.55
Dungeons and Dragons	150.00	-	134.10	15.90
FBLA	2,033.25	-	90.00	1,943.25
FCA	49.10	-	-	49.10
FCCLA	3,230.07	7,842.92	7,324.93	3,748.06
FFA	18,010.15	24,227.03	27,694.62	14,542.56
Forensics	100.87	-	165.60	(64.73)
GSA	-	2,500.00	1,373.67	1,126.33
Needs/Rewards	7,556.68	516.00	527.41	7,545.27
HOSA	1,213.11	1,331.00	2,481.16	62.95
Thespians	974.71	9,262.19	9,767.36	469.54
Metals	3,192.48	1,388.97	1,262.00	3,319.45
NHS	506.44	497.25	539.89	463.80
Plays	2,055.29	2,447.00	1,387.68	3,114.61
SADD	763.16	310.00	537.28	535.88
Special Olympics	1,570.00	731.07	1,402.00	899.07
STUCO	1,262.37	18,190.21	14,220.94	5,231.64
Uncle Jerry	3,013.41	5,000.00	5,737.12	2,276.29
Weight Lifting	896.51	3,542.00	2,039.07	2,399.44
Video Club	4.71	100.00	-	104.71
Wood	3,470.39	684.49	2,611.29	1,543.59
Totals	$ 267,839.50	$ 597,276.37	$ 730,327.76	$ 134,788.11

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
DISTRICT ACTIVITY FUNDS
Summary of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Ending Cash Balances June 30, 2023
Gate Receipts						
High School	$ 32,625.46	$ 41,804.57	$ 43,985.55	$ 30,444.48	$ -	$ 30,444.48
Middle School	7,340.97	32,591.10	34,562.04	5,370.03	-	5,370.03
Sub-Total Gate Receipts	39,966.43	74,395.67	78,547.59	35,814.51	-	35,814.51
School Activities						
Iola Elementary						
Activity	9,080.61	5,688.69	7,015.89	7,753.41	-	7,753.41
Petty Cash	-	450.00	-	450.00	-	450.00
SPED-Tank Grant	-	249.86	-	249.86	-	249.86
Library - Prather	2,964.86	1,850.00	2,702.11	2,112.75	-	2,112.75
Library - Sigg	47.27	-	22.64	24.63	-	24.63
Preschool	-	6,435.00	6,103.33	331.67	-	331.67
P.E.	36.26	6.78	-	43.04	-	43.04
Music - Prather	4,248.76	551.80	1,587.30	3,213.26	-	3,213.26
Music - Vernon	654.43	-		654.43	-	654.43
Art	77.91	-	-	77.91	-	77.91
A. Gardner Memorial	4,070.00	-	-	4,070.00	-	4,070.00
Year Book	806.38	1,904.55	2,348.92	362.01	-	362.01
Sales Tax	-	198.65	196.34	2.31	-	2.31
Middle School					-	
Activity	3,196.21	713.07	254.21	3,655.07	-	3,655.07
Character Ed	146.50	-	-	146.50	-	146.50
Equipment	703.19	-	-	703.19	-	703.19
FCA	46.66	-	-	46.66	-	46.66
Gymsuits	1,773.85	1,453.45	2,987.82	239.48	-	239.48
History Bowl	726.93	-	-	726.93	-	726.93
Improvements	29.71	-	-	29.71	-	29.71

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
DISTRICT ACTIVITY FUNDS
Summary of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Ending Cash Balances June 30, 2023
School Activities (Continued)						
Middle School (Continued)						
IMS Sponsor Fund	$ 50.00	$ -	$ -	$ 50.00	$ -	$ 50.00
Incentive Fund	1,758.41	1,495.26	1,074.23	2,179.44	-	2,179.44
Library	185.34	80.45	-	265.79	-	265.79
Petty Cash	100.00	-	-	100.00	-	100.00
Positive Behavior	21.00	-	-	21.00	-	21.00
Sales Tax	34.54	3,260.35	3,247.99	46.90	-	46.90
Uniform Fund	150.42	-	-	150.42	-	150.42
New Student	161.00	25.00	25.00	161.00	-	161.00
Year Book	5,087.65	3,463.47	4,039.05	4,512.07	-	4,512.07
High School						
Concessions	3,196.57	20,678.15	21,012.69	2,862.03	-	2,862.03
Athletic Streaming	50.00	-	-	50.00	-	50.00
Health Grant	0.23	-	-	0.23	-	0.23
Stang Designs	4,374.99	193.34	113.40	4,454.93	-	4,454.93
Library	351.47	57.10	190.33	218.24	-	218.24
Link Crew	689.36	502.11	116.80	1,074.67	-	1,074.67
Messenger Paper	112.87	-	-	112.87	-	112.87
Sales Tax	(7.58)	8,738.86	8,501.63	229.65	-	229.65
Scholar Bowl	1,717.85	-	202.12	1,515.73	-	1,515.73
Student Accounts	5,837.40	44,723.67	39,348.31	11,212.76	-	11,212.76
Counseling/Testing	87.64	36.00	68.00	55.64	-	55.64
Year Book	2,422.05	9,228.59	10,601.52	1,049.12	-	1,049.12
Sub-Total Special Projects	54,990.74	111,984.20	111,759.63	55,215.31	-	55,215.31
Total District Activity Funds	$ 94,957.17	$ 186,379.87	$ 190,307.22	$ 91,029.82	$ -	$ 91,029.82

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program Title	Pass-Through Entity Identifying Number	Federal CFDA Number	Passed Through to Subrecipients	Receipts	Disbursements/ Expenditures
U.S. DEPARTMENT OF EDUCATION					
Passed through the Kansas Department of Education					
Title I Grant to Local Educational Agencies	DO257	84.010	$ -	$ 383,434.00	$ 383,434.00
Carl Perkins Reserve Fund	DO257	84.048	-	17,254.00	17,254.00
21st Century Community Learning Centers	DO257	84.287C	-	202,000.00	189,779.09
Rural Education	DO257	84.358B	-	31,844.00	31,844.00
Supporting Effective Instruction	DO257	84.367A	-	58,305.00	58,305.00
ESSA Student Support	DO257	84.424A	-	29,743.00	29,743.00
Elementary and Secondary School Emergency Relief Fund - COVID-19	DO257	84.425D	-	606,606.00	1,337,915.68
Total U.S. Department of Education			-	1,329,186.00	2,048,274.77
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Passed through the Kansas Department of Education					
KDHE COVID-19 Testing Grant - COVID-19	DO257	93.323	-	76,725.00	231,725.00
477 Cluster					
Temporary Assistance for Needy Families	DO257	93.558	-	145,125.00	145,125.00
		Total 477 Cluster:	-	145,125.00	145,125.00
Total U.S. Department of Health and Human Services			-	221,850.00	376,850.00
U.S. DEPARTMENT OF AGRICULTURE					
Passed through the Kansas Department of Education					
Child Nutrition Cluster:					
School Breakfast	DO257	10.553	-	142,780.97	142,780.97
National School Lunch Program	DO257	10.555	-	395,212.07	395,212.07
National School Lunch Program - COVID-19	DO257	10.555	-	10,586.16	10,586.16
Summer Food Service Program for Children	DO257	10.559	-	72,069.19	72,069.19
		Total Child Nutrition Cluster:	-	620,648.39	620,648.39
Fresh Fruit and Vegetable Program	DO257	10.582	-	29,940.43	29,940.43
Total U.S. Department of Agriculture			-	650,588.82	650,588.82
TOTAL FEDERAL AWARDS			$ -	$ 2,201,624.82	$ 3,075,713.59

Notes to the Schedule of Expenditures of Federal Awards:

NOTE A -- BASIS OF PRESENTATION

Federal expenditures are recorded on the accrual basis of accounting, which records expenses when the goods or services are received, and not necessarily when paid.

NOTE B --INDIRECT COST RATE

Unified School District #257 did not elect to use the 10% de minimis cost rate.

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

Board of Education
Unified School District #257
Iola, Kansas

We 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 Unified School District #257, Iola, Kansas, as of and for the year ended June 30, 2023 and the related notes to the financial statement, which collectively comprise Unified School District #257's basic financial statement, and have issued our report thereon dated October 31, 2023.

Report on Internal Control over Financial Reporting
In planning and performing our audit of the financial statement, we considered Unified School District #257'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 opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of Unified School District #257's internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District #257'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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. 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 were not identified.

Report on Compliance and Other Matters
As part of obtaining reasonable assurance about whether Unified School District #257's financial statement are free from 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 statement. 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 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.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
October 31, 2023

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

Board of Education
Unified School District #257
Iola, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Unified School District #257'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 Unified School District #257's major federal programs for the year ended June 30, 2023. Unified School District #257'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, Unified School District #257 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

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

We are required to be independent of Unified School District #257 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 Unified School District #257'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 Unified School District #257's federal programs.

Auditor's Responsibilities for the Audit of Compliance
Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Unified School District #257's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Unified School District #257's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Unified School District #257'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 Unified School District #257'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 Unified School District #257's internal control over compliance. Accordingly, no such opinion is expressed.

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

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

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

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

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



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
October 31, 2023

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas

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

I. SUMMARY OF AUDITORS' RESULTS

Financial Statement:
The auditor's report expresses an adverse opinion on the basic financial statement of Unified School District #257 on the Generally Accepted Accounting Principles (GAAP) basis of accounting and an unmodified opinion on the regulatory basis of accounting.

Internal Control over Financial Reporting:

Material weakness(es) identified?	____ Yes	X	No
Significant deficiencies identified?	____ Yes	X	None Reported
Noncompliance or other matters required to be reported under *Government Auditing Standards*	____ Yes	X	No

Federal Awards:

Internal control over major programs:			
Material weakness(es) identified?	____ Yes	X	No
Significant deficiencies identified?	____ Yes	X	None Reported

The auditor's report on compliance for the major federal award programs for Unified School District #257 expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ Yes	X	No

Identification of major programs:

U.S. DEPARTMENT OF EDUCATION
Elementary and Secondary School Emergency Relief Fund — CFDA No. 84.425

The threshold for distinguishing Types A and B programs was $750,000.00.

Auditee qualified as a low risk auditee?	____ Yes	X	No

II. FINANCIAL STATEMENT FINDINGS

NONE

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

UNIFIED SCHOOL DISTRICT #257
Iola, Kansas

Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2023

None