UNIFIED SCHOOL DISTRICT NO. 456
MARIAS DES CYGNES VALLEY
MELVERN, KANSAS

FINANCIAL STATEMENTS

For the Fiscal Year Ended June 30, 2023

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

Unified School District No. 456
Melvern, Kansas

Financial Statements
For the fiscal year ended June 30, 2023

Table of Contents

		Page Number
Financial Section		
Independent Auditor's Report		1
STATEMENT 1	Summary of Cash Receipts, Expenditures and Unemcumbered Cash	3
Notes to the Financial Statements		4
Regulatory-Required Supplementary Information		
STATEMENT 2	Summary of Expenditures – Actual and Budget (Budgeted Funds Only)	13
STATEMENT 3 – 1	General Fund	14
STATEMENT 3 – 2	Supplemental General Fund	15
STATEMENT 3 – 3	Career/Post Secondary Education Fund	16
STATEMENT 3 – 4	Special Education Fund	17
STATEMENT 3 – 5	Driver Training Fund	18
STATEMENT 3 – 6	Food Service Fund	19
STATEMENT 3 – 7	Capital Outlay Fund	20
STATEMENT 3 – 8	Professional Development Fund	21
STATEMENT 3 – 9	Gifts/Grants Fund	22
STATEMENT 3 – 10	KPERS Retirement Fund	23
STATEMENT 3 – 11	At Risk (K-12, Pre-School) Fund	24
STATEMENT 3 – 12	Contingency Reserve Fund	25
STATEMENT 3 – 13	Title I Current Fund	26
STATEMENT 3 – 14	Textbook Rental Fund	27
STATEMENT 3 – 15	Federal Funds	28
STATEMENT 3 – 16	Title IIA	29
STATEMENT 3 – 17	Recreation Commission	30
STATEMENT 3 – 18	Virtual Education	31
STATEMENT 4	District Agency/Activity Funds	32
STATEMENT 5	Recreation Commission	34

FINANCIAL SECTION

BAS LLC
Bruna Auditing Services LLC
Derek Bruna, CPA
201 C Street
Washington, KS 66968
(785) 325-2061

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 456
Melvern, Kansas 66510

Adverse and Unmodified Opinions

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 456, as of and for the year ended June 30, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In my opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of my report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 456 as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In my opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 456 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 A.

Basis for Adverse and Unmodified Opinions
I conducted my audit in accordance with auditing standards generally accepted in the United State of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide.* My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statement section of my report. I am required to be independent of Unified School District No. 456, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relation to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note A of the financial statement, the financial statement is prepared by Unified School District No. 456 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 A and accounting principles generally accepted in the United State of America, although not reasonably determinable, are presumed to be material.

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

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

Auditor's Responsibilities for the Audit of the Financial Statement
My objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a

material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud my involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, I:

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

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

Supplementary Information

My audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds (Statements 2, 3, 4 and 5, as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide.* The schedule of expenditures of federal awards (Schedule 5 as listed in the table of contents) is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also 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 my opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

I also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 456 as of and for the year ended June 30, 2022 (not presented herein), and have issued my report thereon dated 12/13/22, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and my accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2023 (Statement 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 my 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 A.

Bruna Auditing Services LLC
Derek Bruna, CPA
December 13, 2023

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
Regulatory Basis
For The Year Ended June 30, 2023

STATEMENT 1

Fund	Statement Number	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	Ending Cash Balance
General Funds:								
General Fund	3-1	$ 0	$ 0	$ 2,523,954	$ 2,523,954	$ 0	$ 0	$ 0
Supplemental General	3-2	60,628	0	758,329	793,661	25,296	0	25,296
Career & Post Secondary Ed Fund	3-3	0	0	150,000	150,000	0	0	0
Special Education Fund	3-4	223,070	0	459,906	522,743	160,233	0	160,233
Driver Training	3-5	9,888	0	1,960	260	11,588	0	11,588
Food Service Fund	3-6	598	0	228,586	224,367	4,817	0	4,817
Capital Outlay Fund	3-7	349,983	0	287,853	184,849	452,987	0	452,987
Professional Development Fund	3-8	9,914	0	512	5,047	5,379	0	5,379
Gifts and Grants Fund	3-9	48,775	0	93,784	81,205	61,354	0	61,354
Kpers Retirement Fund	3-10	0	0	273,776	273,776	0	0	0
At Risk-(K 12) Fund	3-11	0	0	392,759	392,759	0	0	0
Contingency Reserve Fund	3-12	175,736	0	0	0	175,736	0	175,736
Title I	3-13	0	0	52,027	52,027	0	0	0
Textbook Rental Fund	3-14	7,070	0	0	3,062	4,008	0	4,008
Other Federal Funds	3-15	(28,531)	0	366,095	327,834	9,730	0	9,730
Title IIA	3-16	0	0	8,133	8,133	0	0	0
Rec Commission	3-17	6,912	0	24,223	23,430	7,705	0	7,705
Virtual Education	3-18	0	0	0	0	0	0	0
Activity Fund	4	8,762	0	46,255	52,860	2,157	0	2,157
Related Municipal Entity								
Melvern Rec Commission	5	28,939	0	24,600	20,151	33,388	0	33,388
Total Reporting Entity (Exluding Agency)		$ 901,744	$ 0	$ 5,692,752	$ 5,640,118	$ 954,378	$ 0	$ 954,378

Composition of Cash					
Investments		Cash in Checking		Total Cash	1,009,317
Money Market Accounts	$ 0	Op Accounts-District	917,323	Less Agency Funda (Statement 4)	(54,939)
Money Market Accounts Other	0	Op Accounts-Agency/Activity	57,096	Total Cash Excluding Agency Funds	954,378
Certificate of Deposit	0	Petty Cash	1,510		
Certificate of Deposit - Other	0	Related Municipal Entity	33,388		

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Unified School District No. 456 is a municipal Corporation established under Kansas Statute. All USDs in Kansas are required to be audited under K.S.A. 75-1122. The District is governed by an elected seven-member board. The financial statements present the financial condition and results of operation of the district. The District's major operations include primary and secondary education for young people. The scope of the entity for financial reporting purposes is designed as those funds for which the District has oversight responsibility and is primarily accountable. Oversight responsibility includes budgetary authority and fiscal management responsibility. Budgetary authority is defined as authority for final approval of budgetary appropriations and revisions. Fiscal management responsibility is control of the collection and disbursement of funds.
The Kansas Municipal Audit and Accounting Guide will be referred to as KMAAG throughout the notes.

Basis of Presentation/Fund Description

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

Governmental Funds

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

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

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

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

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

Fidcuiary Funds:

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

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

Related Municipal Entity

Recreation Commission. USD No. 456 Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the USD levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift.

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

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

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no

future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

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

Departure from GAAP
A waiver from the requirement to prepare and audit GAAP basis financial statements is necessary *only if* the municipality decides to present regulatory basis financial statements. A waiver is not required for financial statements that are prepared in accordance with the GAAP basis framework but include certain departures from GAAP. For example, if GAAP financial statements are presented but do not include the management discussion and analysis, this would be a departure from GAAP. However, even lacking the management discussion and analysis required supplementary information, the basic financial statements may still be presented on a GAAP basis framework, thus a waiver would not be required. The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c) waiving the annual for application of GAAP for the year ended 6/30/22. This waiver is completed annually and allows the District to use the regulatory basis of accounting.

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

Reimbursed Expenses
The purpose of these expenditures is to repay the district for amounts remitted on behalf of another party and such expenditures are exempt for the budget law under K.S.A. 79-2934. Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement. The Municipality records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

2022 Financial Data
Amounts that are shown for 2022 in the accompanying financial statements are included where practical, only to provide a basis for comparison with 2023, and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.

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

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

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

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

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

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increase in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this fiscal year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budget receipts and expenditures.

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

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

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

Tax Cycle
The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to County Treasurer, who prepares tax statements and receives payments. These taxes

become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20 and May 10. Delinquent taxes are assessed interest at 9% per annum. This interest is retained by the County. Taxes levied to finance the budget are made available to the District after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed through the year.

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

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

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

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY
Compliance With Kansas Statutes and Other Finance Related Legal Matters
Contrary to provisions of K.S.A. 79-2935, the current year expenditures of the Food Service Fund exceeded the adopted budget.
Authorized Over-Encumbered Cash Balance-Federal Funds
K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

NOTE C- DEPOSITS AND INVESTMENTS
K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk. Cash balances from all funds are combined and invested to the extent available in certificates of deposits and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

Custodial Credit Risk
Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2022.

At year-end the carrying amount of the district's deposits, including certificates of deposit and money market accounts was $1,009,317. The district checking account balances were $917,323. The activity/agency operating accounts had a balance of $57,096, the Rec Commission was $33,388 and Petty Cash was $1,510. Any differences between the carrying amount and the bank balance are outstanding checks and deposits in transit. Of the bank balance, $250,000 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the district's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a third-party custodial agreement signed by all three parties: the district, the pledging bank, and the independent third-party banks holding the securities.

Investment Policy
K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit investment choices. Funds of the district were on deposit in interest bearing accounts in banks and Certificates of Deposits issued by banks at June 30, 2023. The cash of each of the funds of the district is pooled together so that better management of cash and investments can be practiced, resulting in greater earnings accruing to the district. Please refer to Statement 1 to review how the various funds are accruing interest.

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

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

NOTE D- FRINGE BENEFIT PLAN I.R.C. 125
The District has in place an IRS-IRC Section #125 "Cafeteria" Fringe Benefit Plan. The options under the plan are salary reduction options. Eligible classified employees shall be included in the Plan and will follow IRS limits and guidelines for various applicable areas. Each teacher shall become a participant upon electing to be a participant as set forth in said plan and shall be subject to the rules and regulations of said plan. The terms and provisions of said plan shall be subject to being changed at any time by the mutual consent of the School District and the recognized professional negotiating unit of the teachers of U.S.D. No. 456. The maximum benefit allowance per employee is $3050/yr for the year ended June 30, 2023. The maximum for the dependent care reimbursement account is $10,500 annually Provisions available are:

Group Term Life Insurance ($50,000 maximum)
Disability Income Insurance
Cancer Insurance
Medical Reimbursement Accounts6
Dependent Care Reimbursement Accounts
Vision Insurance
Dental Insurance

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

NOTE F- COMPENSATED ABSENCES
Vacation is provided for all 12 month employees. Employees cannot carry any vacation forward.
Sick leave accumulates at the rate of 9 days per year for all employees. A maximum of 65 days of sick leave can be accumulated. Employees are reimbursed at the end of each year at $40 per day for all days accumulated over 65 days.

NOTE G- DEFINED BENEFIT PENSION PLAN
Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at www.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 14.83% 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.

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 $273,776 for the year ended June 30, 2023.

The State of Kansas contributed 13.11% of covered payroll during fiscal year 2023, excluding the Group Death & Disability Insurance rate. During fiscal year 2024, the State of Kansas will contribute 12.57% of covered payroll. The State of Kansas contribution to KPERS due for all school municipalities for the year ending June 30, 2023, was $601,008,971. KPERS received $500 million in August 2021 from pension obligation bonds, Series 2021K, issued by the State of Kansas. In addition, per SB421 passed in the 2022 Legislative Session, $600 million in new contributions were transferred to KPERS in May and June of 2022. The transfers from the pension obligation bonds and SB421 were applied to the unfunded actuarial liability of the School group.

Net Pension Liability

At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $2,724,331. 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 longterm debt, this liability is not reported in this financial statement.

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

NOTE H- RISK FINANCING AND RELATED INSURANCE ISSUES

The district is exposed to various risks of loss related to torts; theft of, damage to; and destruction of assets; errors and omissions; injuries to employees; and nature disasters. The district continues to carry insurance for all risks of loss including workers' compensation. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

NOTE I- FAIR VALUE OF FINANCIAL INSTRUMENTS

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

NOTE J- COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition,

liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Distirct is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2023. As a result of COVID-19, numerous Federal and State grants have been made available to the District to assist with the risks and help offset incurred costs of the District.

NOTE K- OTHER POST-EMPLOYMENT BENEFITS

As provided by K.S.A 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of *the* applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements. Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. As provided by K.S.A. 74-4927, disabled members in KPERS receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2021.

NOTE L- IN-SUBSTANCE RECEIPT IN TRANSIT

There were none recorded for the year ended June 30, 2023.

NOTE M- LONG-TERM DEBT

The District currently has no long term debt.

NOTE N- CAPITAL PROJECT COMPLIANCE

The District is currently not involved in any such activities.

NOTE O- LITIGATION CONTINGENCIES

The District currently has no litigation contingencies that it is involved.

NOTE P- CONTINGENT LIABILIITIES

The District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2023. The compliance audits are conducted annually on a timely basis. The District's compliance with the grant agreements are established when such audits are complete. The District expects the amount of expenditures, which may be disallowed by the grantor agencies, if any, to be immaterial.

NOTE Q- SUBSEQUENT EVENTS

These financial statements considered subsequent events through December 13, 2023, the date the financial statements were available to be issued.

NOTE R- RISK MANAGEMENT

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

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2023

Note S- INTER-FUND TRANSACTIONS

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

FROM	TO		2023	2022
General	Special Education		295,500	372,888
General	Career & Post Secondary Ed		75,000	36,160
General	At Risk K-12		315,000	304,949
General	Food Service		0	0
		Totals	**685,500**	**713,997**
Supplemental General	Food Service		30,000	23,190
Supplemental General	Driver Ed		0	0
Supplemental General	At Risk K-12		70,921	95,294
Supplemental General	Textbooks		809	0
Supplemental General	Special Education		50,677	73,672
Supplemental General	Career & Post Secondary Ed		95,000	57,340
		Totals	**247,407**	**249,496**
		Grand Totals	**932,907**	**963,493**

Regulatory Authority for General Fund Transfers: KSA 72-6428
Regulatory Authority for Supplemental General Fund Transfers: KSA 72-6433

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

Note T - INTER-GOVERNMENTAL ASSISTANCE STATE/FEDERAL

State Aid		**2023**	**2022**
General State Aid		$ 1,790,476	1,720,667
Supplemental General State Aid		211,987	201,575
Professional Development		512	0
School Safety		3,784	0
Capital Outlay		14,988	8,632
Career Technical Ed Pilot		500	0
Mentor Teacher		1,371	4,000
State Safety		1,960	1,220
State Food Service		1,104	1,136
Special Education		306,134	305,543
Contribution Check off		164	79
CTE Transportation		15,171	0
School District Mill Levy		398,759	362,774
KPERS Employer Cont.		273,776	270,221
	Totals	**3,020,686**	**2,875,847**

Federal Aid		**2023**	**2022**
Title I Fund		$ 52,027	56,216
Effective Instruction		8,133	8,319
Fruits & Vegetable		1,514	2,234
School Breakfast		88,291	31,277
2021 Covid 19		0	1,763
KDHE K-12 Covid		-49,699	51,964
Cash for Commodities		6,387	6,355
NSLP Supply Chain		14,456	8,673
ESSER II		352,953	213,054
Section 4		0	108,213
Youth Risk Behavior		150	0
Commodity Credit Corp		5,503	0
	Totals	**479,715**	**488,068**

Federal programs in which the school district participated have specified for what purpose funds are to be expended. **Fed/State Total** **3,500,401**
All funds unexpended at June 30, 2023 are restricted to federal program specified expenditures.

REGULATORY - REQUIRED SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended June 30, 2023

STATEMENT 2

Fund	Statement Number	Certified Budget	Adjustments To Comply With Legal Max	Adjustments For Qualifying Budget Credits	Total Budget For Comparison	Expenditures Chargeable To Current Year	Variance Over (Under)
Genereal Funds:							
General Fund	3-1	$ 2,502,959	$ (7,754)	$ 28,749	$ 2,523,954	$ 2,523,954	$ 0
Supplemental General	3-2	799,448	(5,787)	0	793,661	793,661	0
Special Purpose Funds:							
Career & Post Secondary	3-3	0	0	0	0	150,000	150,000
Special Education	3-4	543,578	0	0	543,578	522,743	(20,835)
Driver Training	3-5	12,318	0	0	12,318	260	(12,058)
Food Service	3-6	231,381	0	0	231,381	224,367	(7,014)
Capital Outlay	3-7	554,214	0	0	554,214	184,849	(369,365)
Professional Development	3-8	9,914	0	0	9,914	5,047	(4,867)
Gifts/Grants Fund	3-9	133,775	0	0	133,775	81,205	(52,570)
KPERS Retirement	3-10	276,977	0	0	276,977	273,776	(3,201)
At Risk (K-12) & (Pre-School)	3-11	396,403	0	0	396,403	392,759	(3,644)
Virtual Education	3-18	0	0	0	0	0	0
TOTALS		$ 5,460,967	$ (13,541)	$ 28,749	$ 5,476,175	$ 5,152,621	$ (323,554)

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-1

GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Suppl. Gen. State Aid	$ 0	$ 0	$ 0	$ 0
Reimbursments	29,471	28,749	0	28,749
Delinquent Tax	0	0	0	0
State Equilization Aid	2,083,441	2,189,071	2,207,452	(18,381)
Other/Transfer	0	0	0	0
Special Education Aid	305,543	306,134	295,507	10,627
KPERS State Aid	0	0	0	0
Interest Idle Funds	0	0	0	0
Reimbursments	0	0	0	0
Operating Transfers	0	0	0	0
Total Cash Receipts	$ 2,418,455	$ 2,523,954	$ 2,502,959	$ 20,995
Expenditures				
Instruction	$ 657,479	$ 718,469	$ 704,000	$ 14,469
Student Support Services	36,343	71,624	46,000	25,624
Instructional Support Staff	274	344	0	344
General Administration	228,608	229,004	250,000	(20,996)
School Administration	266,519	278,928	292,500	(13,572)
Central Support Service	31,494	32,187	40,000	(7,813)
Operations and Maintenance	312,741	353,127	329,000	24,127
Student Transportation Services	171,000	141,425	201,401	(59,976)
Other Supplemental Service	0	12,258	0	12,258
Operating Transfers	713,997	686,588	640,058	46,530
Adjustment For Legal Max	0	0	(7,754)	7,754
Adjustment for Reimbursements	0	0	28,749	(28,749)
Total Expenditures	$ 2,418,455	$ 2,523,954	$ 2,523,954	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-2

SUPPLEMENTAL GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Taxes in Process	$ 0	$ 0	$ 0	$ 0
Ad Valorem	510,242	497,217	23,161	474,056
Delinquent Tax	10,099	20,130	8,041	12,089
Motor Vehicle Tax/16-20/Commercial	36,055	28,964	36,867	(7,903)
Recreational Vehicle Tax	655	31	1,462	(1,431)
Miscellaneous	0	0	0	0
State Aid	201,575	211,987	213,533	(1,546)
Reimbursement	0	0	0	0
Operating Transfers	0	0	0	0
Total Cash Receipts	$ 758,626	$ 758,329	$ 283,064	$ 475,265
Expenditures				
Instruction	$ 431,699	$ 456,429	$ 495,000	$ (38,571)
Student Support Service	10,733	10,678	10,000	678
General Administration	0	0	0	0
Support Service	0	0	0	0
Operation and Maintenance	58,306	42,462	90,000	(47,538)
Transportation	0	0	0	0
Operating Transfers	249,496	284,092	204,448	79,644
Adjustment For Legal Max	0	0	(5,787)	5,787
Total Expenditures	$ 750,234	$ 793,661	$ 793,661	$ 0
Receipts Over (Under) Expenditures	8,392	(35,332)		
Unencumbered Cash - Beginning	52,236	60,628		
Unencumbered Cash - Ending	$ 60,628	$ 25,296		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-3

CAREER/POST-SECONDARY EDUCATION FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aide	0	15,671	97	15,574
Operating Transfers	0	134,329	80,530	53,799
Micellaneous Revenues	0	0	0	0
Operating Tranfers	$ 93,500	$ 0	$ 0	$ 0
Total Cash Receipts	$ 93,500	$ 150,000	$ 80,627	$ 69,373
Expenditures				
Instruction	143,468	150,000	0	0
Salaries	0	0	0	0
Employee Benefits	0	0	0	0
Supplies	0	0	0	0
Other	0	0	0	0
Operations & Maintenance	32	0	0	0
Purchased Property Service	0	0	0	0
Supplies, Utilities	$ 0	$ 0	$ 0	$ 0
Total Expenditures	$ 143,500	$ 150,000	$ 0	$ 0
Receipts Over (Under) Expenditures	(50,000)	0		
Unencumbered Cash - Beginning	50,000	0		
Unencumbered Cash - Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-4

SPECIAL EDUCATION FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Other Local	$ 21,078	$ 46,329	$ 0	$ 46,329
Micellaneous Revenues	0	0	0	0
Operating Transfers	446,561	413,577	345,507	68,070
Total Cash Receipts	$ 467,639	$ 459,906	$ 345,507	$ 114,399
Expenditures				
Instruction	$ 448,017	$ 508,129	$ 475,001	$ 33,128
Student Support Services	6,375	3,722	10,000	(6,278)
Student Transportation Services	10,245	10,892	58,577	(47,685)
Total Expenditures	$ 464,637	$ 522,743	$ 543,578	$ (20,835)
Receipts Over (Under) Expenditures	3,002	(62,837)		
Unencumbered Cash - Beginning	220,068	223,070		
Unencumbered Cash - Ending	$ 223,070	$ 160,233		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-5

DRIVER TRAINING FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
State Aid	$ 1,220	$ 1,960	$ 2,430	$ (470)
Miscellaneous Revenues	0	0	0	0
Operating Tranfers	0	0	0	0
Total Cash Receipts	$ 1,220	$ 1,960	$ 2,430	$ (470)
Expenditures				
Operating Tranfers	$ 0	$ 0	$ 0	$
Instruction	584	260	12,318	(12,058)
Maintenance Service	0	0	0	0
Total Expenditures	$ 584	$ 260	$ 12,318	$ (12,058)
Receipts Over (Under) Expenditures	636	1,700		
Unencumbered Cash - Beginning	9,252	9,888		
Unencumbered Cash - Ending	$ 9,888	$ 11,588		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-6

FOOD SERVICE FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Federal Aid	$ 181,997	$ 114,637	$ 167,959	$ (53,322)
State Aid	2,394	1,105	1,064	41
Charges for Service	2,318	324	24,190	(23,866)
Interest	865	37,259	37,570	(311)
Miscellaneous	7,084	45,245	0	45,245
Operating Transfers	0	30,016	22,066	7,950
Total Cash Receipts	$ 194,658	$ 228,586	$ 252,849	$ (24,263)
Expenditures				
Food Service Operations	$ 208,195	$ 224,367	$ 231,381	$ (7,014)
Total Expenditures	$ 208,195	$ 224,367	$ 231,381	$ (7,014)
Receipts Over (Under) Expenditures	(13,537)	4,219		
Unencumbered Cash - Beginning	14,135	598		
Unencumbered Cash - Ending	$ 598	$ 4,817		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-7

CAPITAL OUTLAY FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Ad Valorem Tax/Prior	$ 214,083	$ 272,865	$ 178,276	$ 94,589
Delinquent Tax	0	0	0	0
State Aid	8,632	14,988	14,997	(9)
Miscellaneous Revenue	0	0	0	0
Motor/Rec/Commercial Tax	0	0	10,958	(10,958)
Total Cash Receipts	$ 222,715	$ 287,853	$ 204,231	$ 83,622
Expenditures				
Instruction	$ 191,737	$ 48,615	$ 224,480	$ (175,865)
Building Improvements	0	0	0	0
General Administration	0	0	0	0
School Administration	94,724	0	79,734	(79,734)
Operations and Maintenance	47,202	136,234	250,000	(113,766)
Total Expenditures	$ 333,663	$ 184,849	$ 554,214	$ (369,365)
Receipts Over (Under) Expenditures	(110,948)	103,004		
Unencumbered Cash - Beginning	460,931	349,983		
Unencumbered Cash - Ending	$ 349,983	$ 452,987		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-8

PROFESSIONAL DEVELOPMENT FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
State of Kansas	$ 0	$ 512	$ 0	$ 512
Micellaneous Revenues	0	0	0	0
Operating Transfers	0	0	0	0
Total Cash Receipts	$ 0	$ 512	$ 0	$ 512
Expenditures				
Salary	$ 0	$ 0	$ 0	$ 0
Instruction Support Staff	549	5,047	9,914	(4,867)
Other	0	0	0	0
Total Expenditures	$ 549	$ 5,047	$ 9,914	$ (4,867)
Receipts Over (Under) Expenditures	$ (549)	(4,535)		
Unencumbered Cash - Beginning	10,463	9,914		
Unencumbered Cash - Ending	9,914	$ 5,379		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-9

GIFTS/GRANTS FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Miscellaneous	27,895	93,784	85,000	8,784
Total Cash Receipts	$ 27,895	$ 93,784	$ 85,000	$ 8,784
Expenditures				
Student Support Services	85,584	81,205	133,775	(52,570)
Total Expenditures	$ 85,584	$ 81,205	$ 133,775	$ (52,570)
Receipts Over (Under) Expenditures	$ (57,689)	12,579		
Unencumbered Cash - Beginning	106,464	48,775		
Unencumbered Cash - Ending	48,775	$ 61,354		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-10

KPERS RETIREMENT FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aid/Grants	$ 270,221	$ 273,776	$ 276,977	$ (3,201)
Transfers	0	0	0	0
Total Cash Receipts	$ 270,221	$ 273,776	$ 276,977	$ (3,201)
Expenditures				
Instruction	$ 183,750	$ 186,168	$ 177,977	$ 8,191
Student Support	3,513	3,559	3,500	59
Instruction Support Staff	2,702	2,738	2,500	238
General Administration	22,158	22,450	22,000	450
School Administration	21,618	21,902	22,000	(98)
Central Services	1,351	1,369	15,000	(13,631)
Operations and Maintenance	18,915	19,164	18,000	1,164
Student Transportation	8,107	8,213	8,000	213
Food Service Operations	8,107	8,213	8,000	213
Total Expenditures	$ 270,221	$ 273,776	$ 276,977	$ (3,201)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-11

AT RISK (K-12) & (PRE-SCHOOL) FUNDS

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Micellaneous Revenues	$ 0	$ 0	$ 0	$ 0
Operating Transfers	400,243	392,759	396,403	(3,644)
Total Cash Receipts	$ 400,243	$ 392,759	$ 396,403	$ (3,644)
Expenditures				
Instruction/Support	413,053	386,757	396,403	(9,646)
Operations and maintenance	37,190	6,002	0	6,002
Total Expenditures	$ 450,243	$ 392,759	$ 396,403	$ (3,644)
Receipts Over (Under) Expenditures	(50,000)	0		
Unencumbered Cash - Beginning	50,000	0		
Unencumbered Cash - Ending	$ 0	$ 0		

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-12

CONTINGENCY RESERVE FUND

	Prior Year 2022	Current Year 2023
Transfer	$ 0	$ 0
Transfer	28,509	0
Receipts Over (Under) Expenditures	(28,509)	0
Unencumbered Cash - Beginning	204,245	175,736
Unencumbered Cash - Ending	$ 175,736	$ 175,736

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

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-13

TITLE I FUND

	Prior Year 2022	Current Year 2023
Cash Receipts		
Federal Sources	$ 56,216	$ 52,027
Transfers	0	0
Total Cash Receipts	56,216	52,027
Expenditures		
Instruction	56,216	52,027
Total Expenditures	56,216	52,027
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-14

TEXTBOOK & STUDENT MATERIAL REVOLVING FUND

	Prior Year 2022	Current Year 2023
Cash Receipts		
Transfer	$ 0	$ 0
Textbook Rental	0	0
Total Cash Receipts	0	0
Expenditures		
Textbooks	15,919	3,062
Total Expenditures	15,919	3,062
Receipts Over (Under) Expenditures	(15,919)	(3,062)
Unencumbered Cash - Beginning	22,989	7,070
Unencumbered Cash - Ending	$ 7,070	$ 4,008

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

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-15

FEDERAL FUNDS

	Prior Year 2022	Current Year 2023
Cash Receipts		
Federal Sources	$ 278,884	$ 366,095
Transfers	0	0
Total Cash Receipts	278,884	366,095
Expenditures		
Instruction	288,898	327,834
Total Expenditures	288,898	327,834
Receipts Over (Under) Expenditures	(10,014)	38,261
Unencumbered Cash - Beginning	(18,517)	(28,531)
Unencumbered Cash - Ending	$ (28,531)	$ 9,730

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

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-16

TITLE IIA

	Prior Year 2022	Current Year 2023
Cash Receipts		
Federal Sources	$ 8,319	$ 8,133
Transfers	0	0
Total Cash Receipts	8,319	8,133
Expenditures		
Instruction	8,319	8,133
Total Expenditures	8,319	8,133
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-17

RECREATION COMMISSION

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Tax Collections	22,788	24,223	23,989	234
Total Cash Receipts	$ 22,788	$ 24,223	$ 23,989	$ 234
Expenditures				
Student Support Services	17,460	23,430	30,900	(7,470)
Total Expenditures	$ 17,460	$ 23,430	$ 30,900	$ (7,470)
Receipts Over (Under) Expenditures	$ 5,328	793		
Unencumbered Cash - Beginning	1,584	6,912		
Unencumbered Cash - Ending	6,912	$ 7,705		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2023
(With Comparative Actual Totals for Prior Year Ended June 30, 2022)

STATEMENT 3-18

VIRTUAL EDUCATION FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Transfers	0	0	0	0
Miscellaneous	0	0	0	0
Total Cash Receipts	$ 0	$ 0	$ 0	$ 0
Expenditures				
Professional Services	1,925	0	0	0
Total Expenditures	$ 1,925	$ 0	$ 0	$ 0
Receipts Over (Under) Expenditures	$ (1,925)	0		
Unencumbered Cash - Beginning	1,925	0		
Unencumbered Cash - Ending	0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023

DISTRICT/SCHOOL AGENCY & ACTIVITY FUNDS

STATEMENT 4

Funds:	Beginning Unemcumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Outstanding Encumbrances & A/P	Ending Cash Balance
JH/HS Activity Funds							
Athletics	$ 0	0	25,904	29,146	(3,242)	0	(3,242)
Yearbook	6,381	0	2,240	3,378	5,243	0	5,243
Concessions	1,532	0	12,718	14,795	(545)		(545)
Student Activities	849	0	5,393	5,541	701	0	701
Subtotal Activity Funds	8,762	0	46,255	52,860	2,157	0	2,157
Agency Funds							
Fund Raiser	8,737	0	9,576	12,848	5,465	0	5,465
HS Girls Basketball	934	0	10	751	193	0	193
HS Football	2,555	0	6,227	9,131	(349)	0	(349)
HS Volleyball	1,731	0	4,006	4,175	1,562	0	1,562
HS Boys Basketball	0	0	0	325	(325)	0	(325)
HS Boys Baseball	966	0	75	221	820	0	820
HS Girls Softball	484	0	80	235	329	0	329
JH Volleyball	818	0	857	1,175	500	0	500
JH Boys Track	164	0	0	0	164	0	164
JH Girls Basketball	496	0	0	0	496	0	496
FBLA	2,351	0	3,672	3,433	2,590	0	2,590
FFA	4,914	0	18,643	22,912	645	0	645
FCCLA	2,361	0	1,125	1,083	2,403	0	2,403
Music	244	0	15	0	259	0	259
FACS	760	0	2,130	29	2,861	0	2,861
Drama	36	0	0	36	0	0	0
Music	623	0	222	34	811	0	811
Petty Cash	0	0	1,220	412	808	0	808
Petty Cash	6	0	4,567	4,797	(224)	0	(224)
Pop	111	0	0	111	0	0	0
JH Girls Track	28	0	0	0	28	0	28
Elemtary Book Rental	400	0	0	0	400	0	400

Fashion Marketing Design Class	127	0	0	127	0	0	0
Box Top	2,170	0	0	1,404	766	0	766
Hot Lunch Clearing	2,585	0	38,316	37,789	3,112	0	3,112
JH Cheerleader	422	0	100	184	338	0	338
Cheerleaders	543	0	909	857	595	0	595
Library	359	0	0	0	359	0	359
Equipment	1,543	0	3,460	5,078	(75)	0	(75)
JH Art	88	0	0	0	88	0	88
Robotics	4	0	0	0	4	0	4
Yearbook	0	0	160	160	0	0	0
Student Services	435	0	210	0	645	0	645
L.L. Mcnabb Scholarship	2,926	0	0	2,000	926	0	926
Business/Applied Business	0	0	972	236	736	0	736
Calvin Pegram Memorial Scholarship	1,065	0	0	250	815	0	815
W. Allison Scholarship	18	0	0	0	18	0	18
WLC FFA SCHOLARSHIP	450	0	0	450	0	0	0
Lock in	104	0	625	705	24	0	24
Scholar Bowl	202	0	0	180	22	0	22
Organizational Account	63	0	891	770	184	0	184
Freedom Cookie Enterprises	76	0	0	0	76	0	76
Flower Fund	639	0	0	0	639	0	639
Field Trip Fund	566	0	0	0	566	0	566
Green Schools Grant	87	0	0	87	0	0	0
Pencils/Copies	131	0	0	0	131	0	131
JH Stuco	605	0	1,506	1,852	259	0	259
Letter Club	1,193	0	0	0	1,193	0	1,193
M Club	6,389	0	4,721	5,774	5,336	0	5,336
IHT	545	0	0	545	0	0	0
Student Council	1,130	0	2,934	4,026	38	0	38
Class of 2022	853	0	0	223	630	0	630
Class of 2024	2,411	0	12,390	5,375	9,426	0	9,426
Class of 2025	2,235	0	3,363	1,183	4,415	0	4,415
Class of 2027	417	0	929	1,103	243		243
Class of 2023	6,678	0	14,637	21,189	126	0	126
Class of 2026	1,608	0	2,737	477	3,868	0	3,868
Subtotal Agency Funds	67,386	0	141,285	153,732	54,939	0	54,939
Total Activity/Agency Funds	$ 76,148	0	187,540	206,592	57,096	0	57,096

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2023
RELATED MUNICIPAL ENTITY

STATEMENT 5

Funds:	Beginning Unemcumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Outstanding Encumbrances & A/P	Ending Cash Balance
Melvern Rec Commission	28,939	0	24,600	20,151	33,388	0	33,388
Total District Trust Funds	28,939	0	24,600	20,151	33,388	0	33,388

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