CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
TOWANDA, KANSAS

FINANCIAL STATEMENT
JUNE 30, 2025

BFR

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
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INDEPENDENT AUDITORS' REPORT

Board of Education
Circle Unified School District No. 375
Towanda, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Circle Unified School District No. 375, Towanda, Kansas**, as of and for the year ended **June 30, 2025**, and the related notes to the financial statement.

Adverse and Unmodified Opinions

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America
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 **Circle Unified School District No. 375, Towanda, Kansas**, 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 **Circle Unified School District No. 375, Towanda, Kansas**, as of **June 30, 2025**, 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; 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 Auditors' Responsibilities for the Audit of the Financial Statement section of the report. We are required to be independent of **Circle Unified School District No. 375, Towanda, Kansas** 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.

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Board of Education
Circle Unified School District No. 375

Matter Giving Rise to Adverse Opinion on Accounting Principles Generally Accepted in the United State of America
As discussed in Note 1 of the financial statement, the financial statement is prepared by **Circle Unified School District No. 375, Towanda, Kansas**, 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 the 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 **Circle Unified School District No. 375, Towanda, Kansas'** 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.

Auditors' 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 auditors' 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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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 **Circle Unified School District No. 375, Towanda, Kansas'** 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 **Circle Unified School District No. 375, Towanda, Kansas'** ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual, schedule of cash receipts and expenditures-capital projects, agency funds schedules of regulatory basis cash receipts and disbursements, and district activity funds schedules of regulatory basis cash receipts, expenditures, and unencumbered cash (Regulatory-Required Supplementary Information 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 accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the

United States of America. In our opinion, the 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 **Circle Unified School District No. 375, Towanda, Kansas**, as of and for the year ended June 30, 2024, and have issued our report thereon dated May 2, 2025, which contained an unmodified opinion on the basic financial statement.

The 2024 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/oar/municipal-services. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2024 (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 2024 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 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 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 2024 basic financial statement or to the 2024 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 2024 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, 2024, 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 February 25, 2026, on our consideration of **Circle Unified School District No. 375, Towanda, Kansas'** 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 **Circle Unified School District No. 375, Towanda, Kansas'** 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 **Circle Unified School District No. 375, Towanda, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC
BFR CPA, LLC
February 25, 2026

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 5,534	$ 0	$ 15,744,991	$ 15,750,525	$ 0	$ 20,874	$ 20,874
Special Purpose Funds							
Supplemental General	14,313	0	5,400,861	5,217,884	197,290	0	197,290
Preschool-Aged At-Risk	584,605	0	350,000	383,346	551,259	0	551,259
At Risk (K-12)	555,686	0	2,294,252	1,794,629	1,055,309	0	1,055,309
Bilingual Education	123,842	0	46,056	64,305	105,593	0	105,593
Virtual Education	321,558	0	350,000	310,275	361,283	0	361,283
Capital Outlay	3,262,937	0	3,684,307	2,158,354	4,788,890	0	4,788,890
Driver Training	75,077	0	18,041	21,784	71,334	0	71,334
Food Service	391,670	0	1,272,660	1,301,058	363,272	0	363,272
Professional Development	186,670	0	190,242	177,782	199,130	0	199,130
Special Education	820,000	0	2,782,005	2,629,580	972,425	0	972,425
Career and Postsecondary Education	918,434	0	527,105	605,919	839,620	0	839,620
KPERS Contribution	0	0	1,690,113	1,690,113	0	0	0
Federal Funds	9,199	0	378,453	378,443	9,209	0	9,209
Gifts and Grants	27,421	0	187,850	135,705	79,566	0	79,566
Contingency Reserve	1,176,771	0	200,000	0	1,376,771	0	1,376,771
Textbook & Student Material Revolving	1,032,962	0	319,838	231,884	1,120,916	0	1,120,916
Marketing & Public Relations	145,508	0	125	0	145,633	0	145,633
District Activity Funds	111,492	0	246,965	258,849	99,608	0	99,608
Bond & Interest Fund	9,731,319	0	6,987,039	6,006,320	10,712,038	0	10,712,038
Recreation Commission Fund	0	0	333,993	333,993	0	0	0
Capital Projects Fund	1,316,852	0	61,178	207,394	1,170,636	0	1,170,636
	$ 20,811,850	$ 0	$ 43,066,074	$ 39,658,142	$ 24,219,782	$ 20,874	$ 24,240,656

Composition of Cash:	
Checking Accounts	$ 1,186,089
Money Market Accounts	1,996,988
Certificates of Deposit	21,253,939
Investments	2,610
	24,439,626
Agency Funds	(198,970)
	$ 24,240,656

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

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2025

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Circle Unified School District No. 375 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Towanda, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

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

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

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

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

Agency Funds-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.).

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 receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Budget and Tax Cycle

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

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

If the municipality 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 statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year ended June 30, 2025.

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

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

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds:

Federal Funds	Gifts and Grants Fund
Contingency Reserve Fund	Textbook & Student Material Revolving Fund
Marketing & Public Relations Fund	District Activity Funds

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

Note 2 - 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 13.38% and 12.57%, respectively, for the fiscal year ended June 30, 2024. The actuarially determined employer contribution rate and the statutory contribution rate was 13.60% and 11.54% for the fiscal year ended June 30, 2025.

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

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

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

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $1,690,113 for the year ended June 30, 2025.

Net Pension Liability

At June 30, 2025, the District's proportionate share of the collective net pension liability reported by KPERS was $14,921,396. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. 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, 2024. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 3 - Contingencies:

Grant Programs

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

Risk Management

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

Note 4 - Litigation:

The District is a party to various claims, none of which is expected to have a material financial impact on the financial statement.

Note 5 - Capital Projects:

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Expenditures to Date
School Building	$41,620,886	$40,450,250

Note 6 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-5167 and K.S.A. 72-7143 were as follows:

	Transfer to:										
Transfer from:	Preschool-Aged At Risk	At Risk (K-12)	Bilingual Education	Virtual Education	Food Service	Professional Development	Special Education	Career and Postsecondary Education	Contingency Reserve	Textbook & Student Material Revolving	Total
General Fund	$ 350,000	$ 1,733,329	$ 31,000	$ 350,000	$ 80,000	$ 109,000	$ 2,059,247	$ 0	$ 200,000	$ 86,171	$ 4,998,747
Supplemental General Fund	0	560,923	12,001	0	0	0	626,146	500,000	0	94,688	1,793,758
	$ 350,000	$ 2,294,252	$ 43,001	$ 350,000	$ 80,000	$ 109,000	$ 2,685,393	$ 500,000	$ 200,000	$ 180,859	$ 6,792,505

Note 7 - Compensated Absences:

Certified personnel of the District are granted twelve days of sick leave at the beginning of each contract year. Days not used during the contract year may be accumulated to 76 days. Retiring certified personnel who have accumulated sick leave at the end of their last contract year are eligible to receive payment for unused days provided they are eligible to retire under KPERS or Social Security. The Board will pay $60.00 per day for 2/3 of the retiring employee's accumulated sick leave with a maximum of 50 days. If the employee is retiring under the early retirement provision of the negotiated agreement, an additional $30.00 per day for 2/3 of the accumulated sick leave, with a maximum of 50 days, will be paid. It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Classified staff accrue sick leave each year according to the provisions in the classified handbook. Retiring classified personnel who meet the KPERS retirement requirements, have been employed in the District for at least seven consecutive years prior to retirement and are employed for at least 3.5 hours per day are eligible to be reimbursed for their accumulated sick leave. The Board will pay $30.00 per day for the retiring employee's accumulated sick leave with a maximum of 50 days.

Note 8 - Reimbursed Expenditures:

The District 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 the KMAAG regulatory basis of accounting.

Note 9 - Deposits & Investments:

As of June 30, 2025, the District had the following investments and maturities:

Investment Type	Fair Value	Rating
Kansas Municipal Investment Pool (overnight fund)	$ 2,610	S&P AAAF/S 1+

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

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

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2024, is as follows:

Investment Type	Percentage of Investments
Kansas Municipal Investment Pool (overnight fund)	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2025.

At June 30, 2025, the District's carrying amount of deposits was $24,437,016 and the bank balance was $25,975,764. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $21,550,613 was covered by federal depository insurance and the remaining $4,425,151 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

At June 30, 2025, the District had invested $2,610 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Note 10 - 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 the financial statement.

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

Note 11 - Other Post Employment Benefits:

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, 2025.

Note 12 - Subsequent Events:

The District has evaluated subsequent events through February 25, 2026, the date which the financial statement was available to be issued.

Note 13 - Budget Violation:

Expenditures in the Recreation Commission Fund were in excess of the budgeted amount by $8,993.

Note 14 - Long-Term Debt:

Principal payments are due annually for general obligation bonds. Interest payments are due semi-annually.

Terms for long-term liabilities for the District for the year ended June 30, 2025, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds				
2017 Series	3.00	9/13/2017	$ 2,485,000	9/1/2025
2021-1 Series	3.00 - 4.00	6/15/2021	$ 37,620,000	9/1/2037
2021-2 Series	0.25 - 2.16	6/15/2021	$ 42,195,000	9/1/2031

Changes in long-term liabilities for the District for the year ended June 30, 2025, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
2017 Series	$ 400,000	$ 0	$ 230,000	$ 170,000	$ 8,550
2021-1 Series	37,620,000	0	0	37,620,000	1,132,600
2021-2 Series	39,355,000	0	4,025,000	35,330,000	610,170
	$ 77,375,000	$ 0	$ 4,255,000	$ 73,120,000	$ 1,751,320

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

	Principal	Interest	Total Principal and Interest
2026	$ 4,440,000	$ 1,710,486	$ 6,150,486
2027	4,640,000	1,658,282	6,298,282
2028	4,855,000	1,593,566	6,448,566
2029	5,090,000	1,514,651	6,604,651
2030	5,345,000	1,419,769	6,764,769
2031 - 2035	28,935,000	5,075,335	34,010,335
2036 - 2038	19,815,000	908,625	20,723,625
	$ 73,120,000	$ 13,880,714	$ 87,000,714

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	$ 16,539,091	$ (790,326)	$ 1,760	$ 15,750,525	$ 15,750,525	$ 0
Special Purpose Funds						
Supplemental General	5,443,148	(225,264)	0	5,217,884	5,217,884	0
Preschool-Aged At-Risk	631,858	0	0	631,858	383,346	(248,512)
At Risk (K-12)	3,520,000	0	0	3,520,000	1,794,629	(1,725,371)
Bilingual Education	97,288	0	0	97,288	64,305	(32,983)
Virtual Education	396,558	0	0	396,558	310,275	(86,283)
Capital Outlay	6,654,906	0	0	6,654,906	2,158,354	(4,496,552)
Driver Training	91,177	0	0	91,177	21,784	(69,393)
Food Service	1,667,649	0	0	1,667,649	1,301,058	(366,591)
Professional Development	177,782	0	0	177,782	177,782	0
Special Education	3,168,130	0	0	3,168,130	2,629,580	(538,550)
Career and Postsecondary Education	646,456	0	0	646,456	605,919	(40,537)
KPERS Contribution	1,879,273	0	0	1,879,273	1,690,113	(189,160)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	378,443	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	135,705	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Textbook & Student Material Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	231,884	XXXXXXXXXX
Marketing & Public Relations	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	258,849	XXXXXXXXXX
Bond & Interest Fund	6,006,320	0	0	6,006,320	6,006,320	0
Recreatiion Commission Fund	325,000	0	0	325,000	333,993	8,993
Capital Projects Fund	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	207,394	XXXXXXXXXX
	$ 47,244,636	$ (1,015,590)	$ 1,760	$ 46,230,806	$ 39,658,142	$ (7,784,939)

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 0	$ 1,760	$ 0	$ 1,760
State Sources	14,613,030	15,743,231	16,539,091	(795,860)
	14,613,030	15,744,991	$ 16,539,091	$ (794,100)
Expenditures				
Instruction	7,063,157	7,483,185	$ 7,950,948	$ (467,763)
Student Support Services	71,067	67,553	133,500	(65,947)
Instructional Support Staff	408,739	449,212	460,500	(11,288)
General Administration	618,006	750,670	715,500	35,170
School Administration	748,173	1,292,773	1,206,500	86,273
Central Services	94,048	108,372	133,700	(25,328)
Operations & Maintenance	0	0	2,500	(2,500)
Student Transportation Services	512,093	600,013	836,300	(236,287)
Transfers	5,098,481	4,998,747	5,099,643	(100,896)
Adjustment to Comply with Legal Max	0	0	(790,326)	790,326
Adjustment for Qualifying Budget Credits	0	0	1,760	(1,760)
	14,613,764	15,750,525	$ 15,750,525	$ 0
Receipts Over (Under) Expenditures	(734)	(5,534)		
Unencumbered Cash, Beginning	6,268	5,534		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 5,534	$ 0		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Supplemental General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 4,016,577	$ 4,878,330	$ 4,556,353	$ 321,977
County Sources	235,854	292,944	257,983	34,961
State Sources	277,128	229,587	239,499	(9,912)
Transfers	73,563	0	375,000	(375,000)
	4,603,122	5,400,861	$ 5,428,835	$ (27,974)
Expenditures				
Instruction	983,335	912,444	$ 1,259,582	$ (347,138)
Student Support Services	271,547	367,891	377,500	(9,609)
Instructional Support Staff	48,011	53,570	56,700	(3,130)
General Administration	0	23,354	0	23,354
Central Services	540,498	570,559	645,000	(74,441)
Operations & Maintenance	1,238,760	1,496,308	1,823,050	(326,742)
Transfers	1,720,757	1,793,758	1,281,316	512,442
Adjustment to Comply with Legal Max	0	0	(225,264)	225,264
	4,802,908	5,217,884	$ 5,217,884	$ 0
Receipts Over (Under) Expenditures	(199,786)	182,977		
Unencumbered Cash, Beginning	214,099	14,313		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 14,313	$ 197,290		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Preschool-Aged At-Risk Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 100,000	$ 350,000	$ 100,000	$ 250,000
	100,000	350,000	$ 100,000	$ 250,000
Expenditures				
Instruction	139,604	383,346	$ 381,858	$ 1,488
Student Support Services	0	0	250,000	(250,000)
	139,604	383,346	$ 631,858	$ (248,512)
Receipts Over (Under) Expenditures	(39,604)	(33,346)		
Unencumbered Cash, Beginning	624,209	584,605		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 584,605	$ 551,259		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

At Risk (K-12) Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 2,307,418	$ 2,294,252	$ 2,944,109	$ (649,857)
	2,307,418	2,294,252	$ 2,944,109	$ (649,857)
Expenditures				
Instruction	1,433,384	1,194,250	$ 1,645,000	$ (450,750)
Student Support Services	548,202	556,148	570,000	(13,852)
Instructional Support Staff	9,000	44,231	5,000	39,231
School Administration	366,470	0	750,000	(750,000)
Other Support Services	0	0	550,000	(550,000)
	2,357,056	1,794,629	$ 3,520,000	$ (1,725,371)
Receipts Over (Under) Expenditures	(49,638)	499,623		
Unencumbered Cash, Beginning	605,324	555,686		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 555,686	$ 1,055,309		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Bilingual Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 0	$ 3,055	$ 0	$ 3,055
Transfers	12,488	43,001	5,987	37,014
	12,488	46,056	$ 5,987	$ 40,069
Expenditures				
Instruction	15,000	64,305	$ 97,288	$ (32,983)
	15,000	64,305	$ 97,288	$ (32,983)
Receipts Over (Under) Expenditures	(2,512)	(18,249)		
Unencumbered Cash, Beginning	126,354	123,842		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 123,842	$ 105,593		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Virtual Education Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 225,000	$ 350,000	$ 50,000	$ 300,000
	225,000	350,000	$ 50,000	$ 300,000
Expenditures				
Instruction	210,314	310,275	$ 396,558	$ (86,283)
	210,314	310,275	$ 396,558	$ (86,283)
Receipts Over (Under) Expenditures	14,686	39,725		
Unencumbered Cash, Beginning	306,872	321,558		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 321,558	$ 361,283		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Capital Outlay Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 3,278,583	$ 3,496,888	$ 3,349,580	$ 147,308
County Sources	140,423	187,419	172,142	15,277
	3,419,006	3,684,307	$ 3,521,722	$ 162,585
Expenditures				
Instruction	40,501	34,703	$ 35,000	$ (297)
Instructional Support Staff	0	0	1,000	(1,000)
General Administration	2,618	2,011	10,000	(7,989)
School Administration	0	900	50,000	(49,100)
Central Services	204,454	389,725	260,000	129,725
Operations & Maintenance	1,472,643	1,578,724	2,307,500	(728,776)
Transportation	774	152,291	500,000	(347,709)
Facility Acquisition & Construction Services	2,889,897	0	3,491,406	(3,491,406)
	4,610,887	2,158,354	$ 6,654,906	$ (4,496,552)
Receipts Over (Under) Expenditures	(1,191,881)	1,525,953		
Unencumbered Cash, Beginning	4,454,818	3,262,937		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 3,262,937	$ 4,788,890		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Driver Training Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 7,950	$ 10,211	$ 8,000	$ 2,211
State Sources	11,600	7,830	8,100	(270)
	19,550	18,041	$ 16,100	$ 1,941
Expenditures				
Instruction	17,617	21,784	$ 91,177	$ (69,393)
	17,617	21,784	$ 91,177	$ (69,393)
Receipts Over (Under) Expenditures	1,933	(3,743)		
Unencumbered Cash, Beginning	73,144	75,077		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 75,077	$ 71,334		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Food Service Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 458,483	$ 445,083	$ 386,850	$ 58,233
State Sources	9,636	9,536	9,120	416
Federal Sources	617,634	738,041	880,009	(141,968)
Transfer	0	80,000	0	80,000
	1,085,753	1,272,660	1,275,979	(3,319)
Expenditures				
Operations & Maintenance	42,513	44,098	$ 56,000	$ (11,902)
Food Service Operation	1,091,441	1,256,960	1,611,649	(354,689)
	1,133,954	1,301,058	$ 1,667,649	$ (366,591)
Receipts Over (Under) Expenditures	(48,201)	(28,398)		
Unencumbered Cash, Beginning	439,871	391,670		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 391,670	$ 363,272		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Professional Development Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 2,474	$ 60,832	$ 0	$ 60,832
State Sources	25,281	20,410	11,250	9,160
Federal Sources	0	0	15,000	(15,000)
Transfers	100,000	109,000	50,000	59,000
	127,755	190,242	$ 76,250	$ 113,992
Expenditures				
Instructional Support Staff	92,940	177,782	$ 177,782	$ 0
	92,940	177,782	$ 177,782	$ 0
Receipts Over (Under) Expenditures	34,815	12,460		
Unencumbered Cash, Beginning	151,855	186,670		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 186,670	$ 199,130		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Special Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 44,328	$ 96,612	$ 5,000	$ 91,612
Federal Sources	0	0	25,000	(25,000)
Transfers	2,892,116	2,685,393	2,880,863	(195,470)
	2,936,444	2,782,005	$ 2,910,863	$ (128,858)
Expenditures				
Instruction	2,321,417	2,432,606	$ 2,483,705	$ (51,099)
Instructional Support Staff	0	0	47,971	(47,971)
Student Transportation Services	373,995	196,974	636,454	(439,480)
	2,695,412	2,629,580	$ 3,168,130	$ (538,550)
Receipts Over (Under) Expenditures	241,032	152,425		
Unencumbered Cash, Beginning	578,968	820,000		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 820,000	$ 972,425		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Career and Postsecondary Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 14,576	$ 9,143	$ 3,000	$ 6,143
State Sources	0	1,421	0	1,421
Federal Sources	0	16,541	15,000	1,541
Transfers	782,216	500,000	100,000	400,000
	796,792	527,105	$ 118,000	$ 409,105
Expenditures				
Instruction	451,960	605,919	$ 646,456	$ (40,537)
	451,960	605,919	$ 646,456	$ (40,537)
Receipts Over (Under) Expenditures	344,832	(78,814)		
Unencumbered Cash, Beginning	573,602	918,434		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 918,434	$ 839,620		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

KPERS Contribution Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 1,740,068	$ 1,690,113	$ 1,879,273	$ (189,160)
	1,740,068	1,690,113	$ 1,879,273	$ (189,160)
Expenditures				
Instruction	789,190	739,235	$ 749,273	$ (10,038)
Student Support Services	125,000	125,000	160,000	(35,000)
Instructional Support Staff	125,000	125,000	160,000	(35,000)
General Administration	125,000	125,000	110,000	15,000
School Administration	150,000	150,000	110,000	40,000
Central Services	75,000	75,000	85,000	(10,000)
Operations & Maintenance	150,000	150,000	110,000	40,000
Student Transportation Services	150,000	150,000	110,000	40,000
Other Support Services	0	0	110,000	(110,000)
Food Service Operation	50,878	50,878	175,000	(124,122)
	1,740,068	1,690,113	$ 1,879,273	$ (189,160)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Bond & Interest Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 6,135,661	$ 6,506,230	$ 6,260,734	$ 245,496
County Sources	340,148	480,809	425,287	55,522
	6,475,809	6,987,039	$ 6,686,021	$ 301,018
Expenditures				
Debt Service	5,823,029	6,006,320	$ 6,006,320	$ 0
	5,823,029	6,006,320	$ 6,006,320	$ 0
Receipts Over (Under) Expenditures	652,780	980,719		
Unencumbered Cash, Beginning	9,078,539	9,731,319		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 9,731,319	$10,712,038		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Recreation Commission Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 0	$ 333,934	$ 325,000	$ 8,934
County Sources	0	59	0	59
	0	333,993	$ 325,000	$ 8,993
Expenditures				
Community Service Operations	0	333,993	$ 325,000	$ 8,993
	0	333,993	$ 325,000	$ 8,993
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Federal Funds

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	$ 1,556,420	$ 378,453
	1,556,420	378,453
Expenditures		
Instruction	719,280	378,120
Student Support Services	9,536	0
Operations and Maintenance	333,640	323
	1,062,456	378,443
Receipts Over (Under) Expenditures	493,964	10
Unencumbered Cash, Beginning	(484,765)	9,199
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 9,199	$ 9,209

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 59,880	$ 70,612
State Sources	88,119	61,628
Federal Sources	60,800	55,610
	208,799	187,850
Expenditures		
Operations and Maintenance	168,819	131,882
Instruction	30,314	3,823
	199,133	135,705
Receipts Over (Under) Expenditures	9,666	52,145
Unencumbered Cash, Beginning	17,755	27,421
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 27,421	$ 79,566

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	$ 200,000	$ 200,000
	200,000	200,000
Expenditures		
Transfers	73,563	0
	73,563	0
Receipts Over (Under) Expenditures	126,437	200,000
Unencumbered Cash, Beginning	1,050,334	1,176,771
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 1,176,771	$ 1,376,771

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Textbook & Student Material Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 168,073	$ 138,979
Transfers	200,000	180,859
	368,073	319,838
Expenditures		
Instruction	232,749	231,884
	232,749	231,884
Receipts Over (Under) Expenditures	135,324	87,954
Unencumbered Cash, Beginning	897,638	1,032,962
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 1,032,962	$ 1,120,916

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Marketing & Public Relations Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 0	$ 125
	0	125
Expenditures		
Instruction	9,268	0
	9,268	0
Receipts Over (Under) Expenditures	(9,268)	125
Unencumbered Cash, Beginning	154,776	145,508
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 145,508	$ 145,633

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - CAPITAL PROJECTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 137,619	$ 61,178
	137,619	61,178
Expenditures		
Facility Acquisition & Construction Services	7,204,609	207,394
	7,204,609	207,394
Receipts Over (Under) Expenditures	(7,066,990)	(146,216)
Unencumbered Cash, Beginning	8,383,842	1,316,852
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 1,316,852	$ 1,170,636

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Circle High School				
Art Club	$ 316	$ 0	$ 0	$ 316
Laser Engraving	37,284	10,633	6,368	41,549
Football	0	42,415	42,415	0
Volleyball	0	4,287	4,287	0
Basketball	0	31,106	31,106	0
Wrestling	0	11,393	11,393	0
Baseball	0	14,145	14,055	90
Softball	91	0	91	0
Track	0	2,548	2,548	0
Soccer	0	4,141	4,141	0
Football Fundraising	9,462	15,852	22,610	2,704
Bowling Fundraising	2,108	195	24	2,279
Band Fundraising	4,778	11,014	8,767	7,025
Madrigals Fundraising	1,119	1,729	2,848	0
Volleyball Fundraising	5,362	3,843	2,260	6,945
Cross Country Fundraising	3,042	623	1,540	2,125
Boys BB Fundraising	6,252	7,370	8,897	4,725
Girls BB Fundraising	1,737	1,200	1,376	1,561
Wrestling Fundraising	1,820	3,670	3,155	2,335
Baseball Fundraising	4,939	11,435	10,754	5,620
Softball Fundraising	1,725	6,643	4,483	3,885
Golf Boys Fundraising	2,192	1,857	2,027	2,022
Girls Golf Fundraising	1,959	1,685	707	2,937
Girls Swim Fundraising	120	0	14	106
Boys Swim Fundraising	30	0	0	30
Track Fundraising	2,400	454	1,545	1,309
Boys Tennis Fundraising	212	0	46	166
	86,948	188,238	187,457	87,729

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Circle High School (Continued)				
Girls Tennis Fundraising	4,603	735	1,113	4,225
Weightlifting Fundraising	140	80	0	220
Boys Soccer Fundraising	2,244	1,478	452	3,270
Girls Soccer Fundraising	5,267	0	432	4,835
Scholars Bowl Fundraising	2,021	989	1,575	1,435
Cheerleading Fundraising	772	22,842	21,539	2,075
Celebrations Fundraising	427	0	427	0
Chorus Fundraising	670	4,189	1,467	3,392
Pole Vault	1,408	4,066	2,658	2,816
Best	2,352	0	0	2,352
Crimestoppers	66	0	0	66
Danz Team Fundraising	1,603	788	1,993	398
Drama/Forensics	3,397	8,902	12,299	0
FCA	1,522	710	633	1,599
FCCLA	3,983	3,046	2,276	4,753
Gaming Club	130	0	0	130
Tri-M Club	46	0	0	46
Freshman	2,130	1,635	2,130	1,635
Sophomores	2,137	1,635	2,982	790
Juniors	2,041	3,358	3,685	1,714
Seniors	0	3,485	3,485	0
Library	120	0	0	120
Memorial Fund	6,629	1,160	0	7,789
Musical/Play	8,043	14,508	10,046	12,505
NHS	3,117	690	1,018	2,789
SAFE	380	0	0	380
Skills USA	1,836	0	0	1,836
International Club	601	281	291	591
Interest Income	305	61	0	366
Sports Physicals	198	1,487	1,662	23
SADD	4,726	4,384	2,615	6,495
STUCO	8,316	10,678	10,647	8,347
JAG	0	150	80	70
Target	1,094	2,126	2,481	739
Thor Scholarship	500	0	500	0
	159,772	281,701	275,943	165,530

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Circle Middle School				
Book Reviewers	955	0	255	700
STUCO	4,765	5,343	5,550	4,558
Band	5	0	0	5
Yearbook	1,133	175	580	728
T-Bird Pride Store	360	1,103	561	902
General	0	368	300	68
Sales Tax	1	0	0	1
	7,219	6,989	7,246	6,962
Benton Grade School				
Stuco	1,545	0	215	1,330
General	6,130	9,372	7,174	8,328
	7,675	9,372	7,389	9,658
Greenwich Elementary School				
STUCO	887	530	619	798
Yearbook	4,878	0	4,878	0
General	227	16,203	11,300	5,130
	5,992	16,733	16,797	5,928
Oil Hill Elementary School				
Student Council	6,238	4,596	3,699	7,135
Yearbook	80	0	80	0
Science Center	468	0	0	468
Entrepreneur Club	0	537	537	0
	6,786	5,133	4,316	7,603
Towanda Elementary School				
STUCO	189	0	0	189
General	1,211	1,313	1,313	1,211
Yearbook	1,987	400	507	1,880
Maker Space	9	0	0	9
	3,396	1,713	1,820	3,289
Total Agency Funds	$ 190,840	$ 321,641	$ 313,511	$ 198,970

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Circle High School							
Concessions	$ 350	$ 0	$ 73,992	$ 74,092	$ 250	$ 0	$ 250
Yearbook	3,540	0	712	2,500	1,752	0	1,752
Athletic Misc	3	0	0	0	3	0	3
Testing	167	0	936	828	275	0	275
School Supplies	7,440	0	1,500	3,368	5,572	0	5,572
Sports Program	1,593	0	0	0	1,593	0	1,593
	13,093	0	77,140	80,788	9,445	0	9,445
Circle Middle School							
Athletics	3,982	0	32,987	29,192	7,777	0	7,777
	3,982	0	32,987	29,192	7,777	0	7,777
Concessions	60,567	0	71,473	71,182	60,858	0	60,858
District Activity	33,850	0	65,365	77,687	21,528	0	21,528
	94,417	0	136,838	148,869	82,386	0	82,386
Total District Activity Funds	$ 111,492	$ 0	$ 246,965	$ 258,849	$ 99,608	$ 0	$ 99,608

FEDERAL AWARD INFORMATION

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

Board of Education
Circle Unified School District No. 375
Towanda, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Circle Unified School District No. 375, Towanda, Kansas**, as of and for the year ended **June 30, 2025**, and the related notes to the financial statement, which collectively comprise **Circle Unified School District No. 375, Towanda, Kansas'** basic financial statement, and have issued our report thereon dated February 25, 2026. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Circle Unified School District No. 375, Towanda, Kansas'** 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 **Circle Unified School District No. 375, Towanda, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Circle Unified School District No. 375, Towanda, Kansas'** internal control.

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

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Board of Education
Circle Unified School District No. 375

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 **Circle Unified School District No. 375, Towanda, Kansas'** financial statement is 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 result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BFR CPA, LLC
BFR CPA, LLC
February 25, 2026

BFR

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

Board of Education
Circle Unified School District No. 375
Towanda, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Circle Unified School District No. 375, Towanda, Kansas'** 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 **Circle Unified School District No. 375, Towanda, Kansas'** major federal programs for the year ended **June 30, 2025**. **Circle Unified School District No. 375, Towanda, Kansas'** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, **Circle Unified School District No. 375, Towanda, Kansas** 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, 2025**.

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 (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **Circle Unified School District No. 375, Towanda, Kansas** 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of **Circle Unified School District No. 375, Towanda, Kansas'** compliance with the compliance requirements referred to above.

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Board of Education
Circle Unified School District No. 375

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 **Circle Unified School District No. 375, Towanda, Kansas'** major federal programs.

Auditors' 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 **Circle Unified School District No. 375, Towanda, Kansas'** 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 auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a 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 aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **Circle Unified School District No. 375, Towanda, Kansas'** compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with auditing standards generally accepted in the United States of America, *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 **Circle Unified School District No. 375, Towanda, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **Circle Unified School District No. 375, Towanda, Kansas'** 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 **Circle Unified School District No. 375, Towanda, Kansas'** 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.

Board of Education
Circle Unified School District No. 375

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 major federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a major 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 major 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 Auditors' 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 weakness 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 result of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
February 25, 2026

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Grant Title	Assistance Listing Number	Program Amount	Expenditures
(Passes Through Kansas Department of Education)			
Department of Agriculture			
Child Nutrition Cluster-Cluster			
School Breakfast Program	10.553	$ 103,124	$ 103,124
National School Lunch Program	10.555	415,750	415,750
Summer Food Service Program for Children	10.559	219,167	219,167
		738,041	738,041
Department of Education			
Title I Grants to Local Educational Agencies	84.010	254,049	254,049
Supporting Effective Instruction State Grants	84.367	16,541	16,541
Career and Technical Education - Basic Grants to States	84.048	53,409	53,399
Student Support and Academic Enrichment Program	84.424	22,417	22,417
		346,416	346,406
Department of Health and Human Services			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	48,578	48,578
Temporary Assistance for Needy Families (TANF) State Programs	93.558	55,610	55,610
		104,188	104,188
Total Federal Awards		$ 1,188,645	$ 1,188,635

The accompanying notes are an integral part of the schedule.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Circle Unified School District No. 375, Towanda, Kansas**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement in accordance with the regulatory basis of accounting of **Circle Unified School District No. 375, Towanda, Kansas**.

2. No significant deficiencies or material weaknesses were reported in the Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.

3. No instances of noncompliance material to the financial statement of **Circle Unified School District No. 375, Towanda, Kansas**, were disclosed during the audit.

4. No significant deficiencies or material weakness were reported in the Independent Auditors' Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.

5. The independent auditors' report on compliance for the major federal award programs for **Circle Unified School District No. 375, Towanda, Kansas**, expresses an unmodified opinion on all major federal programs.

6. There were no audit findings relative to the major federal award programs for **Circle Unified School District No. 375, Towanda, Kansas**.

7. The programs tested as major programs were:

Child Nutrition Cluster-Cluster	
School Breakfast Program	10.553
National School Lunch Program	10.555
Summer Food Service Program for Children	10.559

8. The threshold for distinguishing Types A and B programs was $750,000.

9. **Circle Unified School District No. 375, Towanda, Kansas**, was determined not to be a low-risk auditee.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

There are no prior audit findings.