UNIFIED SCHOOL DISTRICT NO. 358
OXFORD, KANSAS

FINANCIAL STATEMENT
JUNE 30, 2023

BFR

UNIFIED SCHOOL DISTRICT NO. 358
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INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 358
Oxford, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Unified School District No. 358, Oxford, Kansas**, as of and for the year ended **June 30, 2023**, and the related notes to the financial statement.

Adverse and Unmodified Opinions

Basis for 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, Kansas**, as of **June 30, 2023**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; 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 **Unified School District No. 358, Oxford, 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
Unified School District No. 358

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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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.

Board of Education
Unified School District No. 358

We 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. 358, Oxford, Kansas**, as of and for the year ended June 30, 2022, and have issued our report thereon dated November 8, 2022, which contained an unmodified opinion on the basic financial statement.

The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/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, 2022 (as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2022, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards
In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2023, on our consideration of **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC
BFR CPA, LLC
September 27, 2023

UNIFIED SCHOOL DISTRICT NO. 358
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

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	$ 2	$ 0	$ 4,019,964	$ 4,019,966	$ 0	$ 0	$ 0
Special Purpose Funds							
Supplemental General	0	0	1,176,552	1,176,365	187	0	187
Preschool-Aged At-Risk	11,602	0	2,000	7,552	6,050	0	6,050
At Risk (K-12)	55,757	0	489,095	544,811	41	0	41
Bilingual Education	2,771	0	1,059	41	3,789	0	3,789
Virtual Education	7	0	329,500	329,017	490	0	490
Capital Outlay	422,449	0	544,938	275,729	691,658	0	691,658
Driver Training	21,034	0	2,520	1,972	21,582	0	21,582
Food Service	73,349	0	225,080	210,096	88,333	0	88,333
Professional Development	1,596	0	19,012	10,182	10,426	0	10,426
Special Education	388,670	0	946,334	899,879	435,125	0	435,125
Career and Postsecondary Education	4,572	0	106,930	93,365	18,137	0	18,137
KPERS Contribution	0	0	387,943	387,943	0	0	0
Federal Funds	(24,147)	0	652,814	596,776	31,891	0	31,891
Gifts and Grants	207,713	0	88,000	97,455	198,258	0	198,258
Contingency Reserve	505,610	0	125,317	204,401	426,526	0	426,526
Textbook & Student Material Revolving	119,916	0	29,773	16,505	133,184	0	133,184
District Activity Funds	24,369	0	48,970	51,476	21,863	0	21,863
Bond & Interest Fund	342,571	0	388,443	379,718	351,296	0	351,296
	$ 2,157,841	$ 0	$ 9,584,244	$ 9,303,249	$ 2,438,836	$ 0	$ 2,438,836

Composition of Cash:		
	Checking and Money Market Accounts	2,451,422
	Agency Funds	(12,586)
		$ 2,438,836

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

UNIFIED SCHOOL DISTRICT NO. 358
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2023

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Unified School District No. 358 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Oxford, 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 resourcesto 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, 2023.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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
Contingency Reserve Fund
District Activity Funds
Gifts and Grants Fund
Textbook & Student Material Revolving Fund

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 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

Senate Substitute for House Bill 2052 authorized the delay of $64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of $6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of $194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual paymentsof $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 SenateBill 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 $387,943 for the year ended June 30, 2023.

Net Pension Liability

At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was $3,504,895. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 3 - Compensated Absences:

Vacation and Sick Leave

The personnel policies of the District provide for no accumulation of unused vacation days. District employees are given twelve days of sick leave each year, accumulative to sixty-five days. After accumulating sixty-five days of sick leave, teachers may sellback additional days to the Board at $80 per day. Upon retirement from teaching, a teacher withten years immediate past experience in the District will be paid for unused sick leave accumulated up to a maximum of fifty days, at the rate of $80 per day.

Note 4 - 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 5 - Postemployment 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 6 - 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 has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other school districts in the State to participate in KASB Workers Compensation Fund, Inc., a public entity risk pool currently operating asa common risk management and insurance program for 112 participating members.

The District pays an annual premium to KASB Workers Compensation Fund, Inc. for its workers compensation insurance coverage. The agreement to participate provides that the KASB Workers Compensation Fund, Inc. will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KASB Workers Compensation Fund, Inc. management.

The District continues to carry commercial insurance for all other risks of loss, including property, inland marine, general liability, automobile, crime/fidelity, umbrella, linebacker, and data compromise. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 7 - Deposits:

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.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may 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, 2023.

At June 30, 2023, the District's carrying amount of deposits was $2,451,422 and the bank balance was $2,835,686. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $302,089 was covered by federal depository insurance and $2,533,597 was collateralized with securities held by the pledging financial institution's agent in the District's name.

Note 8 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

	Transfer To:										
Transfer from:	Supplemental General	Preschool-Aged At-Risk	At Risk (K-12)	Bilingual Education	Virtual Education	Capital Outlay	Professional Development	Special Education	Career and Postsecondary Education	Contingency Reserve	Total
General Fund	$ 0	$ 0	$ 384,551	$ 0	$ 129,500	$ 180,573	$ 10,720	$ 675,853	$ 56,501	$ 125,317	$ 1,563,015
Supplemental General Fund	0	2,000	104,544	1,059	200,000	0	7,000	260,166	45,326	0	620,095
Contingency Reserve Fund	37,500	0	0	0	0	0	0	0	0	0	37,500
	$ 37,500	$ 2,000	$ 489,095	$ 1,059	$ 329,500	$ 180,573	$ 17,720	$ 936,019	$ 101,827	$ 125,317	$ 2,220,610

Note 9 - Subsequent Events:

The District has evaluated subsequent events through September 27, 2023, the date which the financial statement was available to be issued.

Note 10 - Long-Term Debt:

Principal payments are due annually for general obligation bonds on September 1. Interest payments are due semi-annually on March 1 and September 1.

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

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds Series 2018	3.00 - 3.75	12/1/2018	$ 6,000,000	9/1/2039

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

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds Series 2018	$ 5,630,000	$ 0	$ 200,000	$ 5,430,000	$ 179,718

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
2024	$ 210,000	$ 172,030	$ 382,030
2025	220,000	164,243	384,243
2026	235,000	156,280	391,280
2027	245,000	148,493	393,493
2028	260,000	140,918	400,918
2029 - 2033	1,495,000	577,000	2,072,000
2034 - 2038	1,885,000	311,694	2,196,694
2039 - 2040	880,000	30,596	910,596
	$ 5,430,000	$ 1,701,254	$ 7,131,254

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 358
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	$ 4,460,356	$ (488,143)	$ 47,753	$ 4,019,966	$ 4,019,966	$ 0
Special Purpose Funds						
Supplemental General	1,248,988	(72,623)	0	1,176,365	1,176,365	0
Preschool-Aged At-Risk	9,779	0	0	9,779	7,552	(2,227)
At Risk (K-12)	782,056	0	0	782,056	544,811	(237,245)
Bilingual Education	9,577	0	0	9,577	41	(9,536)
Virtual Education	330,007	0	0	330,007	329,017	(990)
Capital Outlay	642,220	0	0	642,220	275,729	(366,491)
Driver Training	7,650	0	0	7,650	1,972	(5,678)
Food Service	330,154	0	0	330,154	210,096	(120,058)
Professional Development	35,596	0	0	35,596	10,182	(25,414)
Special Education	943,159	0	0	943,159	899,879	(43,280)
Career and Postsecondary Education	177,572	0	0	177,572	93,365	(84,207)
KPERS Contribution	393,874	0	0	393,874	387,943	(5,931)
Federal Funds	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	596,776	XXXXXXXXX
Gifts and Grants	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	97,455	XXXXXXXXX
Contingency Reserve	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	204,401	XXXXXXXXX
Textbook & Student Material Revolving	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	16,505	XXXXXXXXX
District Activity Funds	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	XXXXXXXXX	51,476	XXXXXXXXX
Bond & Interest Fund	379,718	0	0	379,718	379,718	0
	$ 9,750,706	$ (560,766)	$ 47,753	$ 9,237,693	$ 9,303,249	$ (901,057)

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 41,996	$ 53,312	$ 0	$ 53,312
State Sources	3,753,065	3,966,652	4,460,356	(493,704)
	3,795,061	4,019,964	$ 4,460,356	$ (440,392)
Expenditures				
Instruction	1,501,201	1,310,691	$ 1,656,757	$ (346,066)
Student Support Services	89,731	85,143	105,595	(20,452)
Instructional Support Staff	63,004	66,050	67,776	(1,726)
General Administration	172,047	219,714	185,276	34,438
School Administration	293,507	367,389	297,279	70,110
Central Services	49,626	35,906	49,547	(13,641)
Operations & Maintenance	99,902	104,174	103,276	898
Student Transportation Services	163,499	205,071	126,491	78,580
Other Support Services	0	55,813	49,749	6,064
Community Services Operations	55,512	7,000	7,000	0
Transfers	1,307,030	1,563,015	1,811,610	(248,595)
Adjustment to Comply with Legal Max	0	0	(488,143)	488,143
Adjustment for Qualifying Budget Credits	0	0	47,753	(47,753)
	3,795,059	4,019,966	$ 4,019,966	$ 0
Receipts Over (Under) Expenditures	2	(2)		
Unencumbered Cash, Beginning	0	2		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 2	$ 0		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Supplemental General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 289,934	$ 318,545	$ 302,858	$ 15,687
County Sources	33,577	35,636	32,805	2,831
State Sources	704,854	784,871	833,325	(48,454)
Transfers	18,033	37,500	80,000	(42,500)
	1,046,398	1,176,552	$ 1,248,988	$ (72,436)
Expenditures				
Instruction	242,162	70,277	$ 264,300	$ (194,023)
Student Support Services	14,408	0	18,000	(18,000)
Instructional Support Staff	86,625	79,169	95,776	(16,607)
General Administration	4,516	190	0	190
School Administration	0	6,227	0	6,227
Operations & Maintenance	298,434	400,407	342,766	57,641
Transfers	400,253	620,095	528,146	91,949
Adjustment to Comply with Legal Max	0	0	(72,623)	72,623
	1,046,398	1,176,365	$ 1,176,365	$ 0
Receipts Over (Under) Expenditures	0	187		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 187		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Preschool-Aged At-Risk Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 0	$ 2,000	$ 0	$ 2,000
	0	2,000	$ 0	$ 2,000
Expenditures				
Instruction	1,588	7,552	$ 4,300	$ 3,252
Student Support Services	0	0	5,479	(5,479)
	1,588	7,552	$ 9,779	$ (2,227)
Receipts Over (Under) Expenditures	(1,588)	(5,552)		
Unencumbered Cash, Beginning	13,190	11,602		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 11,602	$ 6,050		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

At Risk (K-12) Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 329,100	$ 489,095	$ 726,299	$ (237,204)
	329,100	489,095	$ 726,299	$ (237,204)
Expenditures				
Instruction	173,237	434,928	$ 551,939	$ (117,011)
Student Support Services	100,106	109,883	155,117	(45,234)
Instructional Support Staff	0	0	75,000	(75,000)
	273,343	544,811	$ 782,056	$ (237,245)
Receipts Over (Under) Expenditures	55,757	(55,716)		
Unencumbered Cash, Beginning	0	55,757		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 55,757	$ 41		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Bilingual Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 0	$ 1,059	$ 6,806	$ (5,747)
	0	1,059	$ 6,806	$ (5,747)
Expenditures				
Instruction	0	41	$ 9,577	$ (9,536)
	0	41	$ 9,577	$ (9,536)
Receipts Over (Under) Expenditures	0	1,018		
Unencumbered Cash, Beginning	2,771	2,771		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 2,771	$ 3,789		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Virtual Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 219,000	$ 329,500	$ 330,000	$ (500)
	219,000	329,500	$ 330,000	$ (500)
Expenditures				
Instruction	219,714	329,017	$ 330,007	$ (990)
	219,714	329,017	$ 330,007	$ (990)
Receipts Over (Under) Expenditures	(714)	483		
Unencumbered Cash, Beginning	721	7		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 7	$ 490		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Capital Outlay Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 211,813	$ 228,990	$ 162,556	$ 66,434
County Sources	23,260	21,423	20,059	1,364
State Sources	112,536	113,952	115,675	(1,723)
Transfers	49,762	180,573	75,000	105,573
	397,371	544,938	$ 373,290	$ 171,648
Expenditures				
Instruction	6,233	85	$ 55,000	$ (54,915)
Student Support Services	0	0	8,000	(8,000)
Operations & Maintenance	134,072	86,866	229,220	(142,354)
Transportation	115,725	80,400	120,000	(39,600)
Facility Acquisition & Construction Services	866,575	108,378	230,000	(121,622)
	1,122,605	275,729	$ 642,220	$ (366,491)
Receipts Over (Under) Expenditures	(725,234)	269,209		
Unencumbered Cash, Beginning	1,147,683	422,449		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 422,449	$ 691,658		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Driver Training Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 550	$ 2,520	$ 0	$ 2,520
State Sources	2,928	0	0	0
	3,478	2,520	$ 0	$ 2,520
Expenditures				
Instruction	4,023	1,972	$ 7,650	$ (5,678)
	4,023	1,972	$ 7,650	$ (5,678)
Receipts Over (Under) Expenditures	(545)	548		
Unencumbered Cash, Beginning	21,579	21,034		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 21,034	$ 21,582		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Food Service Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 21,522	$ 66,387	$ 98,364	$ (31,977)
State Sources	2,009	1,604	1,760	(156)
Federal Sources	253,240	157,089	171,155	(14,066)
Transfers	0	0	12,000	(12,000)
	276,771	225,080	$ 283,279	$ (58,199)
Expenditures				
Food Service Operation	254,964	210,096	$ 330,154	$ (120,058)
	254,964	210,096	$ 330,154	$ (120,058)
Receipts Over (Under) Expenditures	21,807	14,984		
Unencumbered Cash, Beginning	51,542	73,349		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 73,349	$ 88,333		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Professional Development Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 0	$ 1,292	$ 5,339	$ (4,047)
Transfers	18,568	17,720	30,000	(12,280)
	18,568	19,012	$ 35,339	$ (16,327)
Expenditures				
Instructional Support Staff	21,840	10,182	$ 35,596	$ (25,414)
	21,840	10,182	$ 35,596	$ (25,414)
Receipts Over (Under) Expenditures	(3,272)	8,830		
Unencumbered Cash, Beginning	4,868	1,596		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 1,596	$ 10,426		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Special Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 8,429	$ 10,315	$ 0	$ 10,315
Federal Sources	25,098	0	12,000	(12,000)
Transfers	939,468	936,019	937,651	(1,632)
	972,995	946,334	$ 949,651	$ (3,317)
Expenditures				
Instruction	951,849	899,879	$ 943,159	$ (43,280)
	951,849	899,879	$ 943,159	$ (43,280)
Receipts Over (Under) Expenditures	21,146	46,455		
Unencumbered Cash, Beginning	367,524	388,670		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 388,670	$ 435,125		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Career and Postsecondary Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 1,390	$ 1,922	$ 0	$ 1,922
State Sources	0	3,181	0	3,181
Transfers	101,385	101,827	173,000	(71,173)
	102,775	106,930	$ 173,000	$ (66,070)
Expenditures				
Instruction	101,174	93,365	$ 177,572	$ (84,207)
	101,174	93,365	$ 177,572	$ (84,207)
Receipts Over (Under) Expenditures	1,601	13,565		
Unencumbered Cash, Beginning	2,971	4,572		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 4,572	$ 18,137		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

KPERS Contribution Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 364,698	$ 387,943	$ 393,874	$ (5,931)
	364,698	387,943	$ 393,874	$ (5,931)
Expenditures				
Instruction	217,797	273,373	$ 234,525	$ 38,848
Student Support Services	24,744	18,285	26,182	(7,897)
Instructional Support Staff	20,160	14,904	22,339	(7,435)
General Administration	14,209	11,377	15,315	(3,938)
School Administration	39,220	31,996	41,672	(9,676)
Central Services	9,446	8,166	10,012	(1,846)
Operations & Maintenance	31,671	24,497	33,571	(9,074)
Student Transportation Services	6,869	5,187	7,302	(2,115)
Other Support Services	0	0	2,340	(2,340)
Food Service Operation	582	158	616	(458)
	364,698	387,943	$ 393,874	$ (5,931)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Bond & Interest Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 244,523	$ 249,506	$ 243,908	$ 5,598
County Sources	35,780	36,413	34,402	2,011
State Sources	115,300	102,524	102,524	0
	395,603	388,443	$ 380,834	$ 7,609
Expenditures				
Debt Service	371,936	379,718	$ 379,718	$ 0
	371,936	379,718	$ 379,718	$ 0
Receipts Over (Under) Expenditures	23,667	8,725		
Unencumbered Cash, Beginning	318,904	342,571		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 342,571	$ 351,296		

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Federal Funds

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	$ 188,931	$ 652,814
	188,931	652,814
Expenditures		
Instruction	152,143	176,854
Student Support Services	51,414	65,877
Instructional Support Staff	8,013	44,330
General Administration	3,193	0
School Administration	180	0
Operations & Maintenance	5,422	546
Student Transportation Services	2,509	5,307
Facility Acquisition & Construction Services	0	303,862
	222,874	596,776
Receipts Over (Under) Expenditures	(33,943)	56,038
Unencumbered Cash, Beginning	9,796	(24,147)
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ (24,147)	$ 31,891

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 52,798	$ 86,750
State Sources	0	1,250
	52,798	88,000
Expenditures		
Instruction	36,312	86,465
Student Support Services	631	0
Central Services	0	10,990
	36,943	97,455
Receipts Over (Under) Expenditures	15,855	(9,455)
Unencumbered Cash, Beginning	191,858	207,713
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 207,713	$ 198,258

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	$ 50,000	$ 125,317
	50,000	125,317
Expenditures		
Operations & Maintenance	0	166,901
Transfers	18,033	37,500
	18,033	204,401
Receipts Over (Under) Expenditures	31,967	(79,084)
Unencumbered Cash, Beginning	473,643	505,610
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 505,610	$ 426,526

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

Textbook & Student Material Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 29,735	$ 29,773
	29,735	29,773
Expenditures		
Instruction	21,747	16,505
	21,747	16,505
Receipts Over (Under) Expenditures	7,988	13,268
Unencumbered Cash, Beginning	111,928	119,916
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 119,916	$ 133,184

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - CAPITAL PROJECTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	$ 0	$ 0
	0	0
Expenditures		
Construction Cost	36,424	0
	36,424	0
Receipts Over (Under) Expenditures	(36,424)	0
Unencumbered Cash, Beginning	36,424	0
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 0	$ 0

UNIFIED SCHOOL DISTRICT NO. 358
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student Activity Funds				
High School				
Cheerleaders	$ 164	$ 13,440	$ 12,969	$ 635
Drama club	2	296	296	2
FCA	93	0	0	93
KAYS	607	1,946	1,244	1,309
National honor society	793	161	775	179
Student Council	144	2,048	1,142	1,050
VICA/FFA	4,655	19,745	23,426	974
Forensics	212	1,183	678	717
Leadership	489	1,583	1,698	374
Cats R Us	986	150	60	1,076
Class of 2022	657	0	657	0
Class of 2023	2,373	29,571	31,943	1
Class of 2024	10	11,052	10,822	240
Concessions	2,559	1,318	1,996	1,881
Cap and Gown	10	1,170	1,180	0
Art supplies	739	0	0	739
FFA - Cats Cabinet	48	0	0	48
Misc In/Out	0	72	26	46
OHS	0	403	403	0
Flag fund	83	0	0	83
Band fund	626	100	0	726
FFA Farmer Fund	0	429	0	429
Old Yearbook	82	363	445	0
Jostens Yearbook	845	1,883	1,507	1,221
Kay Conference	10	430	432	8
Art club	299	0	0	299
Student Council	251	38	134	155
Cheerleaders	109	4,926	4,734	301
Sales Tax	0	4,863	4,863	0
Total Agency Funds	$ 16,846	$ 97,170	$ 101,430	$ 12,586

UNIFIED SCHOOL DISTRICT NO. 358
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2023

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts							
Volleyball	$ 1,002	$ 0	$ 951	$ 1,149	$ 804	$ 0	$ 804
Football	60	0	1,335	119	1,276	0	1,276
Cross country	4,034	0	1,133	3,743	1,424	0	1,424
Girls basketball	101	0	67	11	157	0	157
Boys basketball	133	0	375	412	96	0	96
Track	71	0	2,845	2,861	55	0	55
Softball	141	0	39	0	180	0	180
Baseball	391	0	679	718	352	0	352
Weight room fund	59	0	0	0	59	0	59
Middle school athletics	600	0	1,856	1,737	719	0	719
Athletic gate receipts	4,617	0	27,390	26,524	5,483	0	5,483
Scholarships	13,160	0	12,300	14,202	11,258	0	11,258
Total District Activity Funds	$ 24,369	$ 0	$ 48,970	$ 51,476	$ 21,863	$ 0	$ 21,863

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
Unified School District No. 358
Oxford, 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 **Unified School District No. 358, Oxford, Kansas**, as of and for the year ended **June 30, 2023**, and the related notes to the financial statement, which collectively comprise **Unified School District No. 358, Oxford, Kansas'** basic financial statement, and have issued our report thereon dated September 27, 2023. 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 358, Oxford, 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
Unified School District No. 358

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Unified School District No. 358, Oxford, 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
September 27, 2023

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

Board of Education
Unified School District No. 358
Oxford, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, Kansas'** major federal programs for the year ended **June 30, 2023. Unified School District No. 358, Oxford, 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, **Unified School District No. 358, Oxford, 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, 2023**.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, Kansas'** compliance with the compliance requirements referred to above.

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Board of Education
Unified School District No. 358

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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
Unified School District No. 358

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
September 27, 2023

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Grant Title	Assistance Listing Number	Program Amount	Expenditures
Department of Education			
Rural Education	84.358	$ 26,169	$ 26,169
(Passes Through Kansas Department of Education)			
Department of Agriculture			
Child Nutrition Cluster-Cluster			
School Breakfast Program	10.553	19,291	19,291
National School Lunch Program	10.555	128,235	128,235
Summer Food Service Program for Children	10.559	9,563	9,563
		157,089	157,089
Department of Education			
Title I Grants to Local Educational Agencies	84.010	55,877	55,877
Supporting Effective Instruction State Grants	84.367	14,155	14,155
Student Support and Academic Enrichment Program	84.424	12,563	12,563
COVID-19 Education Stabilization Fund	84.425D	214,643	90,003
COVID-19 Education Stabilization Fund	84.425U	396,286	355,530
		693,524	528,128
Department of Health and Human Services			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	45,541	42,480
Total Federal Awards		$ 922,323	$ 753,866

The accompanying notes are an integral part of the schedule.

UNIFIED SCHOOL DISTRICT NO. 358
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Unified School District No. 358, Oxford, 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.

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement of **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, 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 **Unified School District No. 358, Oxford, Kansas**, expresses an unmodified opinion on all major federal programs.

6. There were no audit findings relative to the major federal award programs for **Unified School District No. 358, Oxford, Kansas**.

7. The programs tested as major programs were:

COVID-19 Education Stabilization Fund	84.425D
COVID-19 Education Stabilization Fund	84.425U

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

9. **Unified School District No. 358, Oxford, Kansas**, was determined not to be a low-risk auditee.

UNIFIED SCHOOL DISTRICT NO. 358
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

There are no prior audit findings.