SSC CPAs, P.A.

UNIFIED SCHOOL DISTRICT NO. 307

FINANCIAL STATEMENT WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION TOGETHER WITH INDEPENDENT AUDITOR'S REPORT

JUNE 30, 2023

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SSC CPAs, P.A.

Independent Auditor's Report

To the Board of Education
Unified School District No. 307
Brookville, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 307, Brookville, Kansas, as of and for the year ended June 30, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 307, as of June 30, 2023 or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of United School District No. 307, 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 2.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide.* Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 2 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide,* which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 2; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, summary of regulatory basis receipts and disbursements – agency funds, and schedule of receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3, and 4 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*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 2.

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. 307 as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated January 23, 2023, 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 http://www.admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement 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 2.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statement as a whole. The accompanying schedule of expenditures of federal awards, 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*, is presented for purposes of additional analysis and is not a required part of the 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial

statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statement as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 18, 2024 on our consideration of Unified School District No. 307's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal controls 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. 307's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 307's internal control over financial reporting and compliance.

SSC CPAs, P.A.

SSC CPAs, P.A.

Salina, Kansas

March 18, 2024

UNIFIED SCHOOL DISTRICT NO. 307
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

STATEMENT 1

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:						
General	$ -	$ 4,301,433	$ 4,301,433	$ -	$ 6,022	$ 6,022
Supplemental General	127,671	1,434,710	1,419,744	142,637	19,162	161,799
Special Purpose Funds:						
Capital Outlay	1,138,618	999,150	883,832	1,253,936	155,933	1,409,869
Driver Training	53,662	4,150	163	57,649	-	57,649
Virtual Education	57,877	-	-	57,877	-	57,877
Food Service	107,036	297,082	280,090	124,028	-	124,028
At Risk (K-12)	462,171	465,662	399,572	528,261	-	528,261
At Risk (4 Year Old)	98,633	48,925	43,339	104,219	-	104,219
Professional Development	14,081	4,329	3,748	14,662	-	14,662
Special Education	318,384	845,230	773,313	390,301	-	390,301
KPERS Special Retirement Contribution	-	400,309	400,309	-	-	-
Career and Postsecondary Education	252,908	92,787	120,549	225,146	166	225,312
Contingency Reserve	574,705	60,621	-	635,326	-	635,326
Textbook Rental	254,306	94,960	149,157	200,109	45,916	246,025
Bilingual Education	22,383	3,833	2,403	23,813	-	23,813
Parent Education	9,383	-	-	9,383	-	9,383
Title I	-	69,358	69,358	-	-	-
Title II-A	-	6,284	6,284	-	-	-
Title IV-A	-	12,702	12,702	-	-	-
REAP	-	17,950	46,330	(28,380)	-	(28,380)

UNIFIED SCHOOL DISTRICT NO. 307
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

STATEMENT 1

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Elementary & Secondary School Emergency Relief	$ (41,316)	$ 193,818	$ 198,468	$ (45,966)	$ -	$ (45,966)
KDHE Grant	-	21,690	21,690	-	-	-
District Activity Funds	29,457	57,607	57,358	29,706	-	29,706
Capital Projects Fund:						
Series 2020 Cost of Issuance	-	-	-	-	-	-
Bond and Interest Fund:						
Bond and Interest	915,708	480,357	454,338	941,727	-	941,727
Trust Fund:						
Special Gift	130,455	100,622	57,171	173,906	-	173,906
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)	$ 4,526,122	$ 10,013,569	$ 9,701,351	$ 4,838,340	$ 227,199	$ 5,065,539

COMPOSITION OF CASH	
Checking and Savings Accounts	$ 5,119,044
Cash on Hand	100
Total Cash	5,119,144
Agency Funds per Schedule 3	(53,605)
TOTAL REPORTING ENTITY (EXCLUDING AGENCY FUNDS)	$ 5,065,539

1. REPORTING ENTITY

Unified School District No. 307 (the District) is a municipal corporation governed by a citizen elected seven-member Board of Education.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

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

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.

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

Trust Fund – Used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

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

3. BUDGETARY INFORMATION

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

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

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

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

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

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

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

Contingency Reserve Fund
District Activity Funds
Title II-A Fund
REAP Fund
KDHE Grant Fund
Textbook Rental Fund
Title I Fund
Title IV-A Fund
Elementary & Secondary School Emergency Relief Fund

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

4. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main 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 deposits 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 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 District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has not designated a "peak period." All deposits were legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $5,119,144 and the bank balance was $5,712,338. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the remaining $5,462,338 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At Risk (K-12) Fund	K.S.A. 72-5167	$ 342,128
General Fund	Special Education Fund	K.S.A. 72-5167	527,318
General Fund	Contigency Reserve Fund	K.S.A. 72-5167	60,621
General Fund	Captial Outlay Fund	K.S.A. 72-5167	272,418
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	112,444
Supplemental General Fund	At Risk (4 YR old) Fund	K.S.A. 72-5143	30,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	306,060
Supplemental General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5143	90,837
Supplemental General Fund	Textbook Rental Fund	K.S.A. 72-5143	70,000
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	3,729
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	3,833

6. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. 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 at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

The 2021 Legislature passed House Bill 2405, which authorized 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 of 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 $400,309 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 $3,995,213. 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.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

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

Termination Benefits. The District provides an incentive for timely resignations. The written resignation should be received by the Board of Education by April 1st for the teacher to receive the incentive based on the following pay scale of (1) received by February 1st - $900, (2) received between February 2nd and

March 1st - $700, and (3) received between March 2nd and April 1st - $500. Teachers qualifying for this incentive will receive payment with the final check.

Compensated Absences. The District provides compensation for absences. Teachers are granted temporary leave in the amount of 13 days per year. Temporary leave includes sick leave, bereavement, or personal business. Teachers can carry forward up to 60 days temporary leave at the end of each year. Unused leave over 60 days will be paid at a rate of $70 per day at a maximum of 12 days. Upon retirement from the District, teachers will be paid for any unused leave time at the negotiated rate.

Classified employees that are twelve-month, 40-hour work week employees can earn vacation at the rate of two weeks per year. Employees leaving the District shall be paid for accrued vacation time at the employee's regular daily rate of pay. Employees may only accrue a maximum of 20 days of vacation leave.

Classified twelve-month, 40-hour work week employees can earn temporary leave at the rate of 12 days per year with a maximum accumulation of 30 days. There is no payment for unused temporary leave when an employee ceases employment with the District.

8. 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 commercial property, inland marine, general liability, commercial auto, crime, school leaders errors and omissions, and umbrella 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 the Kansas Educational Risk Management Pool, LLC (KERMP), a public risk pool currently operating as a common risk management and insurance program for participating members.

The District pays an annual premium to KERMP for its commercial property liability coverage, general liability coverage, inland marine, comercial auto, crime, school leaders errors and omissions, and umbrella coverage. The agreement to participate provides that the KERMP will be self-sustaining through member premiums. Additional premiums may be due if total claims for the pool are different than what was been anticipated by KERMP management.

The District continues to carry commercial insurance for all other risks of loss, including workers compensation, athletics and activities liability, and cyber liability.

9. COMPLIANCE WITH STATUTES

At June 30, 2023, the Elementary & Secondary School Emergency Relief (ESSER) fund had a negative ending unencumbered cash balance of $45,966. REAP also had a negative ending unencumbered cash balance of $28,380. The ESSER fund and REAP are on a reimbursement basis. The District incurred expenditures during the year ended June 30, 2023 and the reimbursements were not awarded until the subsequent year. The negative balance was caused by the timing of the reimbursements.

At June 30, 2023, the District maintained $2,820 of long outstanding checks in its activity funds. Checks outstanding for two years or more should be restored to the fund originally charged.

Management is aware of no other statutory violations covered by the audit.

10. SUBSEQUENT EVENTS

The District's management has evaluated events and transactions occurring after June 30, 2023 through March 18, 2024. The aforementioned date represents the date the financial statement was available to be issued.

11. LONG – TERM DEBT

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Refunding Series 2016	3.00%	9/1/2020	5,025,000	9/1/2034	$4,985,000	$ -	$ 40,000	$4,945,000	$ 148,950
Refunding Series 2020	1.50%	6/4/2020	1,080,000	9/1/2024	820,000	-	255,000	565,000	10,388
Finance Lease									
Copier Lease	0.00%	6/24/2021	195,722	11/1/2026	166,363	-	35,882	130,481	-
TOTAL CONTRACTUAL INDEBTEDNESS					$5,971,363	$ -	$ 330,882	$5,640,481	$ 159,338

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

Years ended June 30,	2024	2025	2026	2027	2028	2029-2033	2034-2035	Total
Principal:								
Refunding Series 2016	$ 40,000	$ 45,000	$ 365,000	$ 385,000	$ 410,000	$2,490,000	$1,210,000	$4,945,000
Refunding Series 2020	275,000	290,000	-	-	-	-	-	565,000
Copier Lease	39,144	39,144	39,144	13,049	-	-	-	130,481
Total Principal	354,144	374,144	404,144	398,049	410,000	2,490,000	1,210,000	5,640,481
Interest:								
Refunding Series 2016	147,750	146,475	140,325	129,075	117,150	377,100	36,750	1,094,625
Refunding Series 2020	6,412	2,175	-	-	-	-	-	8,587
Total Interest	154,162	148,650	140,325	129,075	117,150	377,100	36,750	1,103,212
TOTAL PRINCIPAL AND INTEREST	$ 508,306	$ 522,794	$ 544,469	$ 527,124	$ 527,150	$2,867,100	$1,246,750	$6,743,693

REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 307
SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 1

Funds	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 Funds:						
General Fund	$ 4,838,589	$ (588,162)	$ 51,006	$ 4,301,433	$ 4,301,433	$ -
Supplemental General	1,604,339	(184,595)	-	1,419,744	1,419,744	-
Special Purpose Funds:						
Capital Outlay	1,497,144	-	-	1,497,144	883,832	(613,312)
Driver Training	59,062	-	-	59,062	163	(58,899)
Virtual Education	57,877	-	-	57,877	-	(57,877)
Food Service	647,049	-	-	647,049	280,090	(366,959)
At Risk (K-12)	869,902	-	-	869,902	399,572	(470,330)
At Risk (4 Year Old)	98,634	-	-	98,634	43,339	(55,295)
Professional Development	18,580	-	-	18,580	3,748	(14,832)
Special Education	1,150,784	-	-	1,150,784	773,313	(377,471)
KPERS Special Retirement Contribution	521,264	-	-	521,264	400,309	(120,955)
Career and Postsecondary Education	352,909	-	-	352,909	120,549	(232,360)
Bilingual Education	32,962	-	-	32,962	2,403	(30,559)
Parent Education	9,383	-	-	9,383	-	(9,383)
Bond and Interest Funds:						
Bond and Interest	454,338	-	-	454,338	454,338	-

UNIFIED SCHOOL DISTRICT NO. 307
GENERAL FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid				
General State Aid	$ 3,683,227	$ 3,803,109	$ 4,206,189	$ (403,080)
Special Education Aid	496,349	447,318	632,400	(185,082)
Federal Aid				
PL-382 Impact Aid	21,469	-	-	-
Reimbursements and Other	19,657	51,006	-	51,006
Total Receipts	4,220,702	4,301,433	$ 4,838,589	$ (537,156)
Expenditures				
Instruction	1,870,843	1,618,534	$ 1,956,358	$ (337,824)
Student Support Services	96,082	73,994	106,304	(32,310)
Instructional Support Staff	37,769	35,240	45,975	(10,735)
General Administration	174,183	207,545	233,128	(25,583)
School Administration	260,180	251,262	325,853	(74,591)
Central Services	226,140	229,264	237,675	(8,411)
Operations and Maintenance	474,613	346,318	450,436	(104,118)
Supervision & Vehicle Operating Services	170,914	190,537	178,587	11,950
Vehicle Services and Maintenance	80,816	146,254	88,899	57,355
Operating Transfers	829,162	1,202,485	1,215,374	(12,889)
Adjustment to Comply with Legal Max	-	-	(588,162)	588,162
Legal General Fund Budget	4,220,702	4,301,433	4,250,427	51,006
Adjustment for Qualifying Budget Credits	-	-	51,006	(51,006)
Total Expenditures	4,220,702	4,301,433	$ 4,301,433	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 307
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue:				
Ad Valorem	$ 541,797	$ 580,218	$ 583,879	$ (3,661)
Delinquent	8,244	11,300	8,340	2,960
Motor Vehicle	68,746	72,542	70,568	1,974
Recreational Vehicle	1,978	1,993	2,078	(85)
Commercial Vehicle	1,047	1,285	1,178	107
Supplemental State Aid	766,347	767,372	867,145	(99,773)
Total Receipts	1,388,159	1,434,710	$ 1,533,188	$ (98,478)
Expenditures				
Instruction	248,702	204,028	$ 430,000	$ (225,972)
Student Support Services	15,038	-	50,797	(50,797)
Instructional Support Staff	56,880	71,781	115,000	(43,219)
General Administration	9,173	8,673	15,000	(6,327)
School Administration	19,420	24,840	37,000	(12,160)
Central Services	25,112	35,750	35,000	750
Operations and Maintenance	294,993	353,386	375,000	(21,614)
Student Transportation Services	113,404	104,383	40,000	64,383
Operating Transfers	603,579	616,903	506,542	110,361
Adjustment to Comply with Legal Max	-	-	(184,595)	184,595
Total Expenditures	1,386,301	1,419,744	$ 1,419,744	$ -
Receipts Over (Under) Expenditures	1,858	14,966		
Unencumbered Cash, Beginning	125,813	127,671		
Unencumbered Cash, Ending	$ 127,671	$ 142,637		

UNIFIED SCHOOL DISTRICT NO. 307
CAPITAL OUTLAY FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue:				
Ad Valorem	$ 115,752	$ 243,310	$ 228,954	$ 14,356
Delinquent	1,605	2,454	1,786	668
Motor Vehicle	14,081	15,157	14,635	522
Recreational Vehicle	405	417	431	(14)
Commercial Vehicle	214	274	245	29
State Aid	58,208	112,475	112,475	-
Federal Aid	-	291,117	-	291,117
Interest	1,141	3,674	-	3,674
Reimbursements and Other	54,182	57,854	-	57,854
Operating Transfers	-	272,418	-	272,418
Total Receipts	245,588	999,150	$ 358,526	$ 640,624
Expenditures				
Instruction	22,496	27,631	$ 425,000	$ (397,369)
Student Support Services	683	-	70,826	(70,826)
Instructional Support Staff	-	-	70,825	(70,825)
General Administration	6,442	10,913	70,825	(59,912)
School Administration	-	-	62,000	(62,000)
Central Services	6,214	-	50,000	(50,000)
Operations and Maintenance	208,048	32,078	400,000	(367,922)
Transportation	758	24,425	128,955	(104,530)
Facility Acquisition and Construction	149,888	788,785	218,713	570,072
Total Expenditures	394,529	883,832	$ 1,497,144	$ (613,312)
Receipts Over (Under) Expenditures	(148,941)	115,318		
Unencumbered Cash, Beginning	1,287,559	1,138,618		
Unencumbered Cash, Ending	$ 1,138,618	$ 1,253,936		

UNIFIED SCHOOL DISTRICT NO. 307
DRIVER TRAINING FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ 1,342	$ -	$ 5,400	$ (5,400)
Other Revenue from Local Sources	-	4,150	-	4,150
Operating Transfers	35,549	-	-	-
Total Receipts	36,891	4,150	$ 5,400	$ (1,250)
Expenditures				
Instruction	5,721	163	$ 59,062	$ (58,899)
Receipts Over (Under) Expenditures	31,170	3,987		
Unencumbered Cash, Beginning	22,492	53,662		
Unencumbered Cash, Ending	$ 53,662	$ 57,649		

UNIFIED SCHOOL DISTRICT NO. 307
VIRTUAL EDUCATION FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Operating Transfers	$ -	$ -	$ -	$ -
Expenditures				
Instruction	-	-	$ 57,877	$ (57,877)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	57,877	57,877		
Unencumbered Cash, Ending	$ 57,877	$ 57,877		

UNIFIED SCHOOL DISTRICT NO. 307
FOOD SERVICE FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ 2,606	$ 2,415	$ 4,140	$ (1,725)
Federal Aid	343,633	197,477	280,210	(82,733)
Operating Transfers	14,879	-	-	-
Interest Income	14	83	-	83
Local Receipts	2,554	97,107	255,663	(158,556)
Total Receipts	363,686	297,082	$ 540,013	$ (242,931)
Expenditures				
Food Service Operation	322,205	280,090	$ 647,049	$ (366,959)
Receipts Over (Under) Expenditures	41,481	16,992		
Unencumbered Cash, Beginning	65,555	107,036		
Unencumbered Cash, Ending	$ 107,036	$ 124,028		

UNIFIED SCHOOL DISTRICT NO. 307
AT RISK (K-12) FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Fees and Other	$ 6,750	$ 11,090	$ -	$ 11,090
Operating Transfers	278,593	454,572	778,927	(324,355)
Total Receipts	285,343	465,662	$ 778,927	$ (313,265)
Expenditures				
Instruction	126,368	343,753	$ 792,202	$ (448,449)
Student Support Services	-	45,939	-	45,939
Student Transportation Services	13,009	9,880	27,500	(17,620)
Other Support Services	-	-	50,200	(50,200)
Total Expenditures	139,377	399,572	$ 869,902	$ (470,330)
Receipts Over (Under) Expenditures	145,966	66,090		
Unencumbered Cash, Beginning	316,205	462,171		
Unencumbered Cash, Ending	$ 462,171	$ 528,261		

UNIFIED SCHOOL DISTRICT NO. 307
AT RISK (4 YEAR OLD) FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Fees and Other	$ 9,260	$ 18,925	$ -	$ 18,925
Operating Transfers	-	30,000	-	30,000
Total Receipts	9,260	48,925	$ -	$ 48,925
Expenditures				
Instruction	49,300	27,809	$ 90,034	$ (62,225)
Student Transportation Services	8,070	15,530	8,600	6,930
Total Expenditures	57,370	43,339	98,634	(55,295)
Receipts Over (Under) Expenditures	(48,110)	5,586		
Unencumbered Cash, Beginning	146,743	98,633		
Unencumbered Cash, Ending	$ 98,633	$ 104,219		

UNIFIED SCHOOL DISTRICT NO. 307
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ -	$ 600	$ 4,500	$ (3,900)
Operating Transfers	-	3,729	-	3,729
Total Receipts	-	4,329	$ 4,500	$ (171)
Expenditures				
Instructional Support Staff	4,314	3,748	$ 18,580	$ (14,832)
Receipts Over (Under) Expenditures	(4,314)	581		
Unencumbered Cash, Beginning	18,395	14,081		
Unencumbered Cash, Ending	$ 14,081	$ 14,662		

UNIFIED SCHOOL DISTRICT NO. 307
SPECIAL EDUCATION FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Federal Aid	$ 11,852	$ 11,852	$ -	$ 11,852
Operating Transfers	869,713	833,378	832,400	978
Total Receipts	881,565	845,230	$ 832,400	$ 12,830
Expenditures				
Instruction	861,353	760,296	$ 1,032,034	$ (271,738)
Student Transportation Services	22,599	13,017	118,750	(105,733)
Total Expenditures	883,952	773,313	$ 1,150,784	$ (377,471)
Receipts Over (Under) Expenditures	(2,387)	71,917		
Unencumbered Cash, Beginning	320,771	318,384		
Unencumbered Cash, Ending	$ 318,384	$ 390,301		

UNIFIED SCHOOL DISTRICT NO. 307
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	$ 400,972	$ 400,309	$ 521,264	$ (120,955)
Expenditures				
Employee Benefits	400,972	400,309	$ 521,264	$ (120,955)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 307
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Federal Aid	$ -	$ 1,950	$ -	$ 1,950
Operating Transfers	100,000	90,837	100,000	(9,163)
Total Receipts	100,000	92,787	$ 100,000	$ (7,213)
Expenditures				
Instruction	149,398	120,549	$ 352,909	$ (232,360)
Receipts Over (Under) Expenditures	(49,398)	(27,762)		
Unencumbered Cash, Beginning	302,306	252,908		
Unencumbered Cash, Ending	$ 252,908	$ 225,146		

UNIFIED SCHOOL DISTRICT NO. 307
CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers	$ 69,709	$ 60,621
Expenditures		
Instruction	-	-
Receipts Over (Under) Expenditures	69,709	60,621
Unencumbered Cash, Beginning	504,996	574,705
Unencumbered Cash, Ending	$ 574,705	$ 635,326

UNIFIED SCHOOL DISTRICT NO. 307
TEXTBOOK RENTAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Fees	$ 15,173	$ 13,065
Reimbursements and Other	11,700	11,895
Operating Transfers	60,000	70,000
Total Receipts	86,873	94,960
Expenditures		
Instruction	124,673	149,157
Receipts Over (Under) Expenditures	(37,800)	(54,197)
Unencumbered Cash, Beginning	292,106	254,306
Unencumbered Cash, Ending	$ 254,306	$ 200,109

UNIFIED SCHOOL DISTRICT NO. 307
BILINGUAL EDUCATION FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Operating Transfers	$ 4,298	$ 3,833	$ 10,589	$ (6,756)
Expenditures				
Instruction	2,183	2,403	$ 32,962	$ (30,559)
Receipts Over (Under) Expenditures	2,115	1,430		
Unencumbered Cash, Beginning	20,268	22,383		
Unencumbered Cash, Ending	$ 22,383	$ 23,813		

UNIFIED SCHOOL DISTRICT NO. 307
PARENT EDUCATION FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Operating Transfers	$ -	$ -	$ -	$ -
Expenditures				
Student Support Services	-	-	$ 9,383	$ (9,383)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	9,383	9,383		
Unencumbered Cash, Ending	$ 9,383	$ 9,383		

UNIFIED SCHOOL DISTRICT NO. 307
TITLE I FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 69,128	$ 69,358
Expenditures		
Instruction	69,128	69,358
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 307
TITLE II-A FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 6,758	$ 6,284
Expenditures		
Instruction	6,758	6,284
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 307
TITLE IV-A FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 12,651	$ 12,702
Expenditures		
Instruction	12,651	12,702
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 307
REAP FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 47,030	$ 17,950
Expenditures		
Instructional Support Staff	47,030	46,330
Receipts Over (Under) Expenditures	-	(28,380)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ (28,380)

UNIFIED SCHOOL DISTRICT NO. 307
ELEMENTARY & SECONDARY SCHOOL EMERGENCY RELIEF FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ 177,085	$ 193,818
Expenditures		
Instruction	144,287	157,632
Student Support Services	59,144	38,318
Instructional Support Staff	5,835	459
Operations and Maintenance	7,281	-
Transportation	1,854	2,059
Total Expenditures	218,401	198,468
Receipts Over (Under) Expenditures	(41,316)	(4,650)
Unencumbered Cash, Beginning	-	(41,316)
Unencumbered Cash, Ending	$ (41,316)	$ (45,966)

UNIFIED SCHOOL DISTRICT NO. 307
KDHE GRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	$ -	$ 21,690
Expenditures		
Equipment	-	21,690
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 307
SERIES 2020 COST OF ISSUANCE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
GO Refunding Bond Series 2020	$ -	$ -
Expenditures		
Cost of Issuance	387	-
Receipts Over (Under) Expenditures	(387)	-
Unencumbered Cash, Beginning	387	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 307
BOND AND INTEREST FUND
SCHEDULE OF 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)

SCHEDULE 2

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue:				
Ad Valorem	$ 322,913	$ 227,352	$ 211,793	$ 15,559
Delinquent	4,340	5,971	5,004	967
Motor Vehicle	36,216	40,700	38,821	1,879
Recreational Vehicle	1,041	1,119	1,143	(24)
Commercial Vehicle	551	763	648	115
State Aid	215,658	204,452	204,452	-
Other Sources	2,053	-	-	-
Total Receipts	582,772	480,357	$ 461,861	$ 18,496
Expenditures				
Bond Principal	285,000	295,000	$ 295,000	$ -
Bond Interest	164,288	159,338	159,338	-
Total Expenditures	449,288	454,338	$ 454,338	$ -
Receipts Over (Under) Expenditures	133,484	26,019		
Unencumbered Cash, Beginning	782,224	915,708		
Unencumbered Cash, Ending	$ 915,708	$ 941,727		

UNIFIED SCHOOL DISTRICT NO. 307
SPECIAL GIFT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL TOTALS FOR THE PRIOR YEAR ENDED JUNE 30, 2022)

SCHEDULE 2

	Prior Year Actual	Current Year Actual
Receipts		
Donations and Grants	$ 30,402	$ 100,622
Expenditures		
Instruction	33,947	57,171
Receipts Over (Under) Expenditures	(3,545)	43,451
Unencumbered Cash, Beginning	134,000	130,455
Unencumbered Cash, Ending	$ 130,455	$ 173,906

UNIFIED SCHOOL DISTRICT NO. 307
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 3

Agency Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organization Funds				
Class of 2017	$ 121	$ -	$ -	$ 121
Class of 2019	1,368	-	-	1,368
Class of 2020	324	-	-	324
Class of 2021	374	-	-	374
Class of 2021 Graduation	500	-	-	500
Class of 2022	1,143	-	-	1,143
Class of 2023	11,963	820	10,030	2,753
Class of 2024	2,370	28,333	16,979	13,724
Class of 2025	1,000	-	-	1,000
High School Cheerleaders	1,376	1,439	1,986	829
Junior High Cheerleaders	18	-	-	18
National Honor Society	21	1,426	1,447	-
Technical Supplies	404	-	-	404
Future Farmers of America	8,681	31,562	32,427	7,816
FCCLA	1,734	739	671	1,802
FCA	765	-	-	765
Drama Club	1,925	-	-	1,925
Pep Club	56	-	-	56
Industrial Arts	340	-	-	340
Student Council	1,007	306	212	1,101
Band	1,742	35	-	1,777
Band Boosters	10,688	2,684	2,975	10,397
Bigs	707	-	-	707
7th and 8th Grades	250	-	-	250
Snack Express	1,037	3,060	2,522	1,575
Hospitality Club	53	-	-	53
Staff	1,518	284	526	1,276
MS Girls Activities	543	-	-	543
MS Girls Activity Meals	24	-	-	24
HS Girls Activity Meals	86	-	-	86
HS Boys Activity Meals	554	-	-	554
Total Student Organization Funds	52,692	70,688	69,775	53,605
Revolving Funds				
High School	-	32,815	32,815	-
Total Agency Funds	$ 52,692	$ 103,503	$ 102,590	$ 53,605

UNIFIED SCHOOL DISTRICT NO. 307
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (REGULATORY BASIS)
FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 4

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Ending Cash Balance
Gate Receipts					
Athletics	$ 7,556	$ 34,554	$ 33,581	$ 8,529	$ 8,529
School Projects					
School Prevention	389			389	389
Alumni Pictures	984	-	-	984	984
Greenhouse	592	355	279	668	668
Carazo Greenhouse	18	-	-	18	18
Library	72	-	-	72	72
9th Books	798	1,677	2,145	330	330
FFA Grant	4,548	1,075	149	5,474	5,474
FFA Scholarship	1,017	-	-	1,017	1,017
Pals	208	-	208	-	-
Target Grant	117	-	-	117	117
MS Girls Summer Basketball	786	-	180	606	606
MS Girls Volleyball	530	-	-	530	530
Business Professionals	6,047	19,446	20,618	4,875	4,875
Senior Signing Day	550	500	198	852	852
Student Act Gift Fund	5,245	-	-	5,245	5,245
Total School Projects	21,901	23,053	23,777	21,177	21,177
Total District Activity Funds	$ 29,457	$ 57,607	$ 57,358	$ 29,706	$ 29,706

UNIFIED SCHOOL DISTRICT NO. 307

SINGLE AUDIT SECTION

JUNE 30, 2023

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

To the Board of Education of Unified School District No. 307:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide,* the financial statement of Unified School District No. 307 (District), as of and for the year ended June 30, 2023, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated March 18, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered Unified School District No. 307's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 307's internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 307's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 307's 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 results of that testing, and not to provide an opinion on the effectiveness of the Unified School District No. 307's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

SSC CPAs, P.A.

SSC CPAs, P.A.
Salina, Kansas

March 18, 2024

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

To the Board of Education of Unified School District No. 307:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Unified School District No. 307's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Unified School District No. 307's major federal programs for the year ended June 30, 2023. Unified School District No. 307's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Unified School District No. 307 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 of 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 the Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and the Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Unified School District No. 307 and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Unified School District No. 307's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Unified School District No. 307's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Unified School District No. 307's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards,* and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not

detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about Unified School District's No. 307's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Unified School District No. 307's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Unified School District No. 307's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 307's internal control over compliance. Accordingly, no such opinion is expressed.

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

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned cost as item 2023-001. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on Unified School District No. 307's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Unified School District No. 307's response was not subject to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a material weakness.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-001 to be a material weakness.

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.

Government Auditing Standards requires the auditor to perform limited procedures on Unified School District No. 307's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Unified School District No. 307's response was not subject to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

SSC CPAs, P.A.

SSC CPAs, P.A.
Salina, Kansas

March 18, 2024

UNIFIED SCHOOL DISTRICT NO. 307
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statement of Unified School District No. 307 was prepared on the regulatory basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

2. No material weaknesses were identified and no significant deficiencies were reported in the design or operation of internal control over financial reporting.

3. No instances of noncompliance material to the financial statement of Unified School District No. 307, which would be required to be reported in accordance with *Government Auditing Standards,* were disclosed during the audit.

4. One material weakness was identified and no significant deficiencies were reported during the audit of each major federal program.

5. The auditor's report on compliance for each major federal program for Unified School District No. 307 expresses an unmodified opinion on all major federal programs.

6. Audit findings required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.

7. The programs tested as major program: Assistance Listing Number 84.425 Education Stabilization Fund and Assistance Listing Number 97.036 Disaster Grants – Public Assistance.

8. The threshold for distinguishing Type A and Type B programs was $750,000 for major Federal programs.

9. Unified School District No. 307 was determined to not be a low-risk auditee.

UNIFIED SCHOOL DISTRICT NO. 307
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FINDINGS – FINANCIAL STATEMENT

None.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAMS

2023-001 Preparation of and Internal Controls over Schedule of Expenditures of Federal Awards Preparation (Material Weakness)

Federal Agencies: U.S. Department of Education and U.S. Department of Homeland Security
Program Names: Education Stabilization Fund and Disaster Grant – Public Assistance
Assistance Listing Numbers: 84.425 and 97.036
Award Period: June 30, 2023

Criteria: According to 2 CFR 200, Subpart F, the District is required to prepare a schedule of federal expenditures, which must include the total federal awards expended as determined in accordance with §200.502. An effective internal control system exists if controls are effective in preventing or detecting material misstatements in the preparation of the schedule of federal expenditures of federal awards (the schedule). It provides reasonable assurance for the reliability of financial information and compliance with laws and regulations.

Condition: We have determined that there was an inadequate design of internal control over the preparation of the schedule during the fiscal year ended June 30, 2023. The current financial reporting process does not ensure accuracy and completeness in the preparation of the schedule by the District, as required by Uniform Guidance.

Cause: The District's policies and procedures were not designed to ensure the District's preparation of the schedule in conformity with Uniform Guidance.

Effect: The District did not prepare the schedule in conformity with Uniform Guidance. This increases the likelihood of a material misstatement and noncompliance with laws and regulations.

Recommendation: We recommend the Board of Education and management review the financial reporting process. Once this review is complete, the District should then perform a risk assessment to determine the best way to implement appropriate internal controls over financial reporting to ensure that the District prepares the schedule conformity with Uniform Guidance.

Questioned Costs: None.

Repeat Finding: No.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and plans to develop proper written policies and procedures for the internal control over compliance to ensure accuracy and completeness in the District's preparation of the schedule as required by Uniform Guidance.

UNIFIED SCHOOL DISTRICT NO. 307
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

FINDINGS – FINANCIAL STATEMENT

None.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL PROGRAMS

None.

OTHER INFORMATION

UNIFIED SCHOOL DISTRICT NO. 307
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

Federal Grantor	Assistance Listing Number	Pass-Through Entity Name	Name of Grant · Grant ID No.	Federal Expenditures
EXPENDITURES OF FEDERAL AWARDS				
Child Nutrition Cluster-Cluster				
United States Department of Agriculture				
School Breakfast Program	10.553	Kansas State Department of Education	School Breakfast 3529-3490	$ 40,351
National School Lunch Program	10.555	Kansas State Department of Education	Supply Chain Assistance 3530-3500	143,025
Summer Food Service Program for Children	10.559	Kansas State Department of Education	Cash for Commodities 3530-3500	14,081
Total United States Department of Agriculture				197,457
Total Child Nutrition Cluster-Cluster				197,457
Other Programs				
Department of Education				
Title I Grants to Local Educational Agencies	84.010	Kansas State Department of Education	Title I 3532-3520	56,372
Impact Aid	84.041			30,207
Career and Technical Education -- Basic Grants to States	84.048	Kansas State Department of Education	Reserve Fund 3539-3590	1,950
Rural Education	84.358			46,330
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	Kansas State Department of Education	Title II 3526-3860	6,284
Student Support and Academic Enrichment Program	84.424	Kansas State Department of Education	ESSA Student Support 3113-3113	12,702
Education Stabilization Fund Under the Coronavirus Aid, Relief, and Economic Security Act (COVID-19)	84.425	Kansas State Department of Education	ESSER 3233-3040	220,319
Total Department of Education				374,164
Department of Health and Human Services				
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) (COVID-19)	93.323	Kansas State Department of Education	KDHE COVID Testing 3056-3200	21,690
Total Department of Health and Human Services				21,690
Department of Homeland Security				
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036			350,365
Total Department of Homeland Security				350,365
Total Other Programs				746,219
TOTAL EXPENDITURES OF FEDERAL AWARDS				$ 943,676

No awards were passed through to subrecipients

UNIFIED SCHOOL DISTRICT NO. 307
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 307 (the District) and is presented on the regulatory basis of accounting. 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). Because the schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the aggregate cash and unencumbered cash balance and the aggregate receipts and expenditures of the District as described in Note 2 to the District's financial statement.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported in the schedule are reported on the regulatory basis of accounting, as described in Note 2 to the District's financial statement.

3. DE MINIMIS INDIRECT COST RATE

In accordance with Section 2 U.S. *Code of Federal Regulations* Part 200.412 the District is allowed to elect to use the ten percent de minimis indirect cost rate. The District did not elect to use the 10% de minimis indirect cost rate.