EDW. B STEPHENSON & CO., CPAs CHARTERED

EDW. B. STEPHENSON (1905-1985)

JAMES R. DOBBS (1927-1997)

HARRY L. SHETLAR, JR. (1931-2000)

MORRIS W. JARVIS (1935-1999)

N. DEAN BRADBURY (1936-2005)

LOREN L. PONTIOUS (Retired)

SHAREHOLDERS

MAURICE P. ROBERTS, CPA

AARON R. IVERSON, CPA

1002 Main Street
Winfield, Kansas 67156
620-221-9320
FAX 620-221-9325

February 17, 2023

To the Board of Education and Superintendent of the
Unified School District No. 471
Dexter, Kansas 67038

Our firm has completed the fieldwork portion of the June 30, 2022, audit of the Unified School District No. 471, Dexter, Kansas. During the audit fieldwork, we noted several matters we considered important to bring to the Board's attention:

LEGAL COMPLIANCE

Our search for violations of Kansas Statutes during 2022 resulted in:

- No violations were found of the budget law or the cash basis law.

OTHER MATTERS

- There is a lack of segregation of duties in the District's main office. One employee is an authorized check signer, records the transactions, and also reconciles the bank statements on several accounts. It is good practice to segregate duties between authorized signers and the individuals who reconcile the bank accounts.

- While we were reviewing the bank statements, we noticed numerous checks without the correct amount of signatures on them.

- Comments on the Internal Controls of the District, as required by Statements on Auditing Standards (SAS) No. 115, are included 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* accompanying the audited financial statements as supplementary information.

We want to express our appreciation to the District's personnel for their cooperation and patience during the course of our fieldwork. We also want to encourage Donna Hill and other personnel to contact us throughout the year for any problems or questions that might arise. We feel this continuing communication is an important part of our audit services.

Sincerely,

Aaron R. Iverson, CPA

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS

FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2022

EDW. B. STEPHENSON & CO., CPAs CHARTERED
Certified Public Accountants
Winfield, Kansas

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS

FOR THE YEAR ENDED JUNE 30, 2022

BOARD OF EDUCATION

Rich Helsel – President

Delbert Kemp – Vice President

Roy Henderson

Scott Wedman

Echo Vaden

Brian Stone

Jessie Bradley

ADMINISTRATION

K.B. Criss – Superintendent

Donna M. Hill – Board Clerk

Lacey Ware – Assistant Board Clerk

UNIFIED SCHOOL DISTRICT NO. 471

DEXTER, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022

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UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022

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FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Board of Education of
Unified School District No. 471
Dexter, Kansas 67038

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. 471 Dexter, Kansas (the District), as of and for the year ended June 30, 2022 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 Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the 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. 471, Dexter, Kansas, as of June 30, 2022, or the changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 471, Dexter, Kansas, as of June 30, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note I.

Basis for Adverse And Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Audit of the Financial Statement section of our report. We are required to be independent of Unified District No. 471, Dexter, 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.

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

As described in Note I to the financial statement, the financial statement is prepared

by the District on the basis of the financial reporting provision 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 X and accounting principles generally accepted in the United States of America, although not reasonable determinable, are presumed to be material.

Management's Responsibility 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 I; 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 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' Responsibility 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 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit
- Identify and assess the risks of material misstatement of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting polices 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, schedules of regulatory basis receipts and expenditures-agency 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 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 I.

The 2021 actual column presented in the individual fund schedule of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2022, is presented for purposes of additional analysis and is not a required part of the basis financial statement.

Unified School District No. 471, Dexter, Kansas basic financial statement for the year ended June 30, 2021 (not presented herein) was audited by other auditors whose report dated January 7, 2022 express an unmodified opinion on the basic financial statement. The 2021 basic financial statement and the auditor's report are available in electronic form from the website of Kansas Department of Administration, Office of Management Analysis and Standards at the following link http://admin.ks.gov/offices/oar/municipal-services. The report of the other auditors dated January 7, 2022 stated that the individual fund schedule of regulatory basis receipts and expenditures- actual and budget for the year ended June 30, 2021, was subject to the auditing procedures applied in the audit of the June 30, 2021 basis financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United State of America, and in their opinion was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2021, on the basis of accounting described in Note 1.

Other Supplementary Information

Our audit was conducted for the purpose pf forming an opinion on the financial statements that collectively comprise the District's basic financial statement. The Schedule of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements,

Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statements. 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 Schedule of Federal Wards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated February 17, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District'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 the District's internal control over financial reporting and compliance.

Edw. B. Stephenson & Co CPAs Chtd,

Edw. B. Stephenson & Co., CPAs Chartered
February 17, 2023

UNIFIED SCHOOL DISTRICT NO. 471

DEXTER, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances & Accounts Payable	Ending Cash Balance
General Funds:							
General	$ -	$ -	$ 2,448,653	$ 2,448,653	$ -	$ 340	$ 340
Supplemental General	20,790	-	753,978	747,548	27,220	11,483	38,703
Special Purpose Funds:							
Capital Outlay	849,483	-	865,433	1,098,179	616,737	4,757	621,494
Driver Training	7,374	-	3,888	3,876	7,386	-	7,386
Food Service	40,807	-	207,793	193,661	54,939	7,912	62,851
Special Education	7,258	-	460,255	456,653	10,860	-	10,860
At Risk	-	-	465,301	465,301	-	-	-
Recreation	2,907	-	30,681	33,000	588	-	588
Professional Development	5,000	-	1,067	1,067	5,000	-	5,000
Vocational Education	-	-	28,000	28,000	-	-	-
KPERS	-	-	246,393	246,393	-	-	-
CARES Act	-	-	145,845	145,845	-	-	-
Contingency Reserve	40,000	-	-	-	40,000	-	40,000
Federal Grants	-	-	77,834	77,888	(54)	-	(54)
Textbook Rental	16,779	-	6,520	14,351	8,948	-	8,948
KSDE Nursing Grant	-	-	35,166	75,537	(40,371)	4,483	(35,888)
District Activity	7,963	-	62,082	59,847	10,198	-	10,198
Capital Project Fund							
Bond Construction	204,928	43,612	1,301	199,260	50,581	-	50,581
Bond and Interest Fund							
Bond and Interest	47,474	-	192,601	106,425	133,649	-	133,649
Total Reporting Entity (Excluding Agency Funds)	$ 1,250,763	$ 43,612	$ 6,032,792	$ 6,401,484	$ 925,682	$ 28,975	$ 954,657

Composition of Cash:

Petty Cash - Cash on Hand	$ 100
Checking Account - Operating Account	118,199
Checking Account -Activity Account	70,810
Checking Account -Money Market	749,649
Petty Cash	1,400
Business Repurchase Account	51,103
Total Cash	991,261
Less: Agency Funds Per Schedule -3-	(36,604)
Total Reporting Entity (Excluding Agency Funds)	$ 954,657

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

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. MUNICIPAL FINANCIAL REPORTING ENTITY

Unified School District No. 471 (the District), located in Dexter, Kansas, was created in about 1965, has an area within the District of approximately 213 square miles, and a full-time equivalency enrollment (FTE) of 208 students. The District is operated by a seven member Board, elected by the public at large within the District, and referred to as the Board of Education (the Board).

1. Related Municipal Entity

The District, for financial purposes includes all funds and account groups relevant to the operations of the Unified School District No. 471, with exception of the Dexter Recreation Commission.

The Dexter Recreation Commission has five members. Two members are appointed by the District board, two members are appointed by the City of Dexter commission, and the last member is appointed by the four previously appointed members. The recreation commission oversees recreational activities. The recreation commission operates as a separate governing body but the USD levies taxes for the recreation commission. The recreation commission has powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift. The recreation commission does not issue separate financial statements. Questions related to the Dexter Recreation Commission may be answered by contacting the District at (620) 876-5415.

B. BASIS OF PRESENTATION – REGULATORY BASIS FUND TYPES

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

The following types of funds comprise the financial activities of the District for the year ended June 30, 2022:

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

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

3. **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.

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

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

C. BASIS OF ACCOUNTING

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in 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 encumbrances 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 Board of Education 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.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. 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, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and time table in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1.
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 15, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.

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 municipality did not hold a revenue neutral rate hearing for this year.

The statutes allow for the Board 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 Board may amend the budget at that time. They did not amend the budget 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.

Adjustment to Comply with Legal Max – Unified school districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the "Legal Max" budget. The Kansas State Department of Education calculates the "Legal Max" budget using enrollment figures. The District's budgeted expenditures are limited to the lower of the published budget or the "Legal Max" budget.

Adjustment for Qualifying Budget Credits - Districts may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

A legal operating budget is not required for Capital Project Funds, Trust Funds, and the following Special Purpose Funds:

Contingency Reserve Fund
Other Federal Program Fund
Textbook Rental Fund
District Fund Activities

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 Board.

B. COMPLIANCE WITH KANSAS STATUTES

There were no funds that had expenditures in excess of the published.

C. OTHER LEGAL AND COMPLIANCE VIOLATIONS

There were no other violations of legal or grant compliance requirements noted during the course of the audit.

D. DEFICIT FUND BALANCES

The following funds have deficit fund balances as of June 30, 2022:

Federal Grants $54
KSDE Nursing Grant $35,888

These are all a result of the grant monies being received on a reimbursement basis. The cash needed to reimburse the funds will be collected in the next fiscal year and does not result in any violations of Kansas Statutes.

III. DEPOSITS AND INVESTMENTS

As of June 30, 2022, the District had the following investments and maturities.

		Investment Maturities (in Years)		
Investment Type	Fair Value	Less than 1	1 - 2	Rating U.S.
Business Repurchase Account	$ 51,103	$ 51,103	-	N/A

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

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

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2022 is as follows:

Investments	Percentage of Investments
Business Repurchase Account	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no peak depository period designations. All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was $920,451.17 and the bank balance was $1,318,902.76. Of the bank balance, $250,000.00 was covered by federal depository insurance, and $1.068,902.76 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

IV. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received $131,999 subsequent to June 30, 2022 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

V. RELATED PARTY TRANSACTION

The District is the taxing authority for the Dexter Recreation Commission. During the current fiscal year, the District levied a total tax of 3.00 mills for the Dexter Recreation Commission Fund, which in turn is appropriated to the Dexter Recreation Commission for its operations. In the current year, the District distributed $33,000 to the Dexter Recreation Commission.

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022

VI. CAPITAL PROJECTS

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

	Project Authorization	Expenditures To Date
Building Improvement - Bond Construction	$ 3,300,000	$ 3,199,016

VII. INTER-FUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Capital Outlay	K.S.A. 72-6428	338,283
General	At Risk	K.S.A. 72-6428	280,183
General	Special Education	K.S.A. 72-6428	379,395
General	Food Service	K.S.A. 72-6428	2,837
General	Professional Development	K.S.A. 72-6428	1,067
General	Vocational Education	K.S.A. 72-6428	28,000
Supp. General	At Risk	K.S.A. 72-6428	185,118
Supp. General	Special Education		80,860
Total			$ 1,295,743

VIII. LONG-TERM DEBT

The District has one series of General Obligation Bonds outstanding at June 30, 2022, issued through the State of Kansas and payable through the receipts of tax collections for that purpose.

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

On December 18, 2019, the District issued a General Obligation Bond Series 2019 in the principal amount of $3,300,000 with interest rates ranging from 3% to 4.5%. This bond has a final maturity date of September 11, 1945.

The Long-Term Debt Issues of USD # 471 are as follows:

		Date of Issue	Date of Final Maturity	Amount of Issue	Beginning	Additions	Payments/ Reductions	Balance at End of Year	Interest Paid
General Obligation Bonds:									
Series 2019	3-4.5%	12/18/2019	9/1/1945	$ 3,300,000	$ 3,300,000	$ -	$ -	$ 3,300,000	$ 106,425
Total General Obligation Bonds					$ 3,300,000	$ -	$ -	$ 3,300,000	$ 106,425
Capital Leases									
CNB-Skid Steer	3.95%	5/16/2019	5/16/2022	41,500	$ 14,407	$ -	$ 14,407	$ -	$ 580
TIAA-360 Copier	0.00%	9/23/2019	12/11/2024	24,882	16,588	-	4,739	11,849	-
CNB-HVAC	1.95%	6/30/2021	6/30/2026	270,000	270,000	-	52,052	217,948	5,148
GCC-LED Scoreboard	3.17%	12/8/2021	1/14/2028	60,000	-	60,750	-	60,750	-
Total Capital Leases					$ 300,995	$ 60,750	$ 71,198	$ 290,547	$ 5,728
Total Long-Term Debt					$ 3,600,995	$ 60,750	$ 71,198	$ 3,590,547	$ 112,153

The Debt service requirements of USD # 471 at June 30, 2022 are as follows:

	FYE 6/30/23	FYE 6/30/24	FYE 6/30/25	FYE 6/30/26	FYE 6/30/27	2028-2032	2033-2037	2038-2042	2043-2047	Total
Principal										
General Obligation Bonds										
2019 Series	$ 35,000	$ 75,000	$ 80,000	$ 85,000	$ 90,000	$ 545,000	$ 690,000	$ 865,000	$ 835,000	$ 3,300,000
Capital Lease Purchase										
CNB - Skid Steer	-	-	-	-	-	-	-	-	-	-
TIAA - 360 Copier	4,739	4,739	2,371	-	-	-	-	-	-	11,849
CNB - HVAC	52,947	53,980	55,032	55,989	-	-	-	-	-	217,948
Government Capital Corporation - LED Scoreboard	9,353	9,649	9,954	10,269	10,595	10,930	-	-	-	60,750
Total Principal	$ 102,039	$ 143,368	$ 147,357	$ 151,258	$ 100,595	$ 555,930	$ 690,000	$ 865,000	$ 835,000	$ 3,590,547
Interest										
General Obligation Bonds										
2019 Series	$ 105,638	$ 103,163	$ 99,675	$ 95,963	$ 92,025	$ 402,675	$ 308,700	$ 192,375	$ 51,375	$ 1,451,588
Capital Lease Purchase										
CNB - Skid Steer	-	-	-	-	-	-	-	-	-	-
TIAA - 360 Copier	308	308	154	-	-	-	-	-	-	770
CNB - HVAC	4,252	3,220	2,167	1,094	-	-	-	-	-	10,733
Government Capital Corporation - LED Scoreboard	1,923	1,627	1,322	1,007	682	346	-	-	-	6,907
Total Interest	$ 112,121	$ 108,318	$ 103,318	$ 98,064	$ 92,707	$ 403,021	$ 308,700	$ 192,375	$ 51,375	$ 1,469,998
Total Principal and Interest	$ 214,160	$ 251,686	$ 250,675	$ 249,322	$ 193,302	$ 958,951	$ 998,700	$ 1,057,375	$ 886,375	$ 5,060,545

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2022

IX. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

A. VACATION AND SICK LEAVE

The personnel policies of Unified School District No. 471 provide of unused vacation days. Upon retirement of certified personnel and full-time employees with a minimum of 10 years with the District, the District will pay all unused accumulated sick leave at a rate equal to that of a substitute's daily pay of $80 per day up to 70 days. Upon retirement of classified personnel and full-time employees with a minimum of 10 years with the District, the District will pay all unused accumulated sick leave at a rate equal to that of $100 per day up to 70 days.

The sick leave accumulation for classified personnel is zero dollars on June 30, 2022 and $7,000 for certified personnel, which is a contingent liability to the District. The balance at June 30, 2021 was $5,420 for certified personnel.

B. OTHER POST EMPLOYMENT BENEFITS

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

C. 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) received 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, 2022.

X. 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, etc. 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 15.59% and 14.23%, respectively for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

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 from the 2019 Legislative session authorized additional funding for the KPERS School Group in fiscal year 2020 of $51 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 $246,393 for the year ended June 30, 2022.

Net Pension Liability.

At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was $1,765,360. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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, 2021. 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.

XI. CLAIMS AND JUDGMENTS

The District participates in federal, state, and local programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grant government. As of the date of this report, District management believes that any disallowed expenditures based on any future audits will not have a material effect on the overall financial position of the District.

The District is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The District has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2021 to 2022 and there were no settlements that exceeded insurance coverage in the past three years.

XII. CORONAVIRUS ("COVID-19")

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2021.

XIII. CFR AND CARES ACT FUNDING

As a result of Covid-19, the State of Kansas received Coronavirus Relief Funds (CRF) and Education Stabilization Funds (ESF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local governments in the amount of $400 million. The District received CRF in the amount of $362,451

during fiscal year 2020. The CRF was to be used to strengthen health, to allow the economy to reopen safely and to remain open.. The goals were to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at https://covid.ks.gov/.

Under the CARES Act, the CRF may be used to cover costs that:

1. Were incurred during the period that begins on March 1, 2020, and ends on December 30, 2020. Subsequently the date of the period during which eligible expenses may be incurred has been extended to December 31, 2021.

2. Are necessary expenditures incurred due to the public health emergency with respect to Covid-19.

3. Are NOT accounted for in the budget most recently approved as of March 27, 2020 (date of enactment of the CARES Act) for the County. The "most recently approved" refers to the enacted budget for the relevant fiscal period for the County.
   A cost meets this requirement if:
   a. The cost cannot lawfully be funded using a line item, allotment or allocation within that budget OR
   b. The cost is for a substantially different use from any expected use of funds in such a line item, allotment, or allocation.
   c. A cost is not considered to have been accounted for in a budget merely because it could be met using a budgetary stabilization fund, rainy day fund or similar reserve account.

XIV. SUBSEQUENT EVENTS

District management has evaluated the effects on the financial statements of subsequent events occurring through the date of this report February 17, 2023, which is the date at which the financial statement was available to be issued, and there were no material events requiring recognition or disclosure.

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended June 30, 2022

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)
Governmental Type Funds:						
General	$ 2,569,005	$ (157,651.00)	$ 37,300	$ 2,448,654	$ 2,448,653	$ (1)
Supplemental General	796,448	(48,900.00)	-	747,548	747,548	-
Special Revenue Funds:						
Capital Outlay	1,139,706	-	-	1,139,706	1,098,179	(41,527)
Driver Training	9,284	-	-	9,284	3,876	(5,408)
Food Service	194,158	-	-	194,158	193,661	(497)
Special Education	483,965	-	-	483,965	456,653	(27,312)
At Risk	507,164	-	-	507,164	465,301	(41,863)
Recreation	33,000	-	-	33,000	33,000	-
Professional Development	5,000	-	-	5,000	1,067	(3,933)
Vocational Education	28,000	-	-	28,000	28,000	-
KPERS	266,937	-	-	266,937	246,393	(20,544)
Bond and Interest Funds:						
Bond and Interest	106,425	-	-	106,425	106,425	-

UNIFIED SCHOOL DISTRICT NO. 471

DEXTER, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

GENERAL FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ -	$ -	$ -	$ -
Delinquent Tax	-	-	-	-
Severance Tax	3,080	4,999	2,000	2,999
Intergovernmental Sources				
State Aid	1,982,317	2,090,962	2,240,698	(149,736)
State Aid-Special Ed. Flow Thru	231,482	315,393	326,307	(10,914)
Other				
User and Misc. Reimbursements	33,422	37,300	-	37,299.54
Total Cash Receipts	$ 2,250,301	$ 2,448,653	$ 2,569,005	$ (120,352)
Expenditures				
Instruction	$ 611,760	$ 671,978	$ 628,211	$ 43,767
Student Support Services	17,754	11,854	44,450	(32,596)
Instructional Support Staff	412	92	-	92
General Administration	242,756	281,368	283,451	(2,083)
School Administration	-	-	2,000	(2,000)
Other Supplemental Service	16,526	26,377	-	26,378
Operations and Maintenance	224,612	302,574	312,931	(10,357)
Transportation	121,330	124,645	439,953	(315,308)
Operating Transfers				
Transfer to Capital Outlay	480,277	338,283	100,000	238,283
Transfer to At-Risk	277,798	280,183	331,302	(51,119)
Transfer to Food Service	1,413	2,837	2,000	837
Transfer to Professional Development	490	1,067	28,000	(26,933)
Transfer to Special Education	255,173	379,395	396,707	(17,312)
Transfer to Voed	-	28,000	-	28,000
Adjust to Comply with Legal Max	-	-	(157,651)	157,651
Legal General Fund Budget	$ 2,250,301	$ 2,448,653	$ 2,411,354	$ (37,299)
Adjustment for Qualified Budget Credits	-	-	37,300	(37,300)
Total Expenditures	$ 2,250,301	$ 2,448,653	$ 2,448,654	$ (1)
Receipts Over (Under) Expenditures	$ -	$ -		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

SUPPLEMENTAL GENERAL FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 208,043	$ 216,850	$ 227,489	(10,639)
Delinquent Tax	8,084	4,652	3,258	1,394
Motor Vehicle Tax	18,360	15,803	20,590	(4,787)
RV Tax	370	341	409	(68)
Intergovernmental Sources				
State Aid	431,451	516,331	550,107	(33,776)
Total Cash Receipts	$ 666,308	$ 753,978	$ 801,853	$ (47,875)
Expenditures				
Instruction	$ 410,676	$ 481,570	$ 540,586	$ (59,016)
Operating Transfers				
Transfer to At-Risk	172,959	185,118	175,862	9,256
Transfer to Special Education	80,954	80,860	80,000	860
Adjust to Comply with Legal Max			(48,900)	48,900
Total Expenditures	$ 664,589	$ 747,548	$ 747,548	$ -
Receipts Over (Under) Expenditures	$ 1,719	$ 6,430		
Unencumbered Cash, Beginning	19,071	20,790		
Unencumbered Cash, Ending	$ 20,790	$ 27,220		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

CAPITAL OUTLAY FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	$ 70,033	$ 75,027	$ 71,744	$ 3,283
Delinquent Tax	2,685	1,582	1,098	484
Motor Vehicle Tax	5,969	5,154	6,752	(1,598)
Recreational Vehicle Tax	120	100	134	(34)
State Aid	46,027	58,138	58,532	(394)
Other				
Interest	1,069	1,368	1,000	368
QZAB Interest Reimbursement	576	-	-	-
CNB Loan Proceeds	270,000	-	-	-
Cares Act - Federal Aid	58,182	-	-	-
FEMA Project - Federal Aid	-	282,928	-	282,928
Miscellaneous	14,561	102,854	50,963	51,891
Operating Transfers				
General	480,277	338,283	100,000	238,283
Total Cash Receipts	$ 949,499	$ 865,433	$ 290,223	$ 573,469
Expenditures				
Equipment	$ 358,664	257,904	350,000	(92,096)
Building Services	298,161	113,603	150,000	(36,397)
FEMA Project Construcion	-	723,672	-	723,672
Property Purchases	-	3,000	562,500	(559,500)
QZAB Cert of Participation	3,580	-	-	-
Bond Election Services	-	-	77,206	(77,206)
Total Expenditures	$ 660,406	$ 1,098,179	$ 1,139,706	$ (41,527)
Receipts Over (Under) Expenditures	$ 289,094	$ (232,746)		
Unencumbered Cash, Beginning	560,390	849,483		
Unencumbered Cash, Ending	$ 849,483	$ 616,737		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

DRIVER TRAINING FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Intergovernmental Sources				
State Aid				
State Safety	$ -	$ 1,464	$ 1,560	$ (96)
Student fees	350	650	350	300
Miscellaneous	1,615	1,774		1,774
Transfer				
From General Fund	-	-	-	-
Total Cash Receipts	$ 1,965	$ 3,888	$ 1,910	$ 1,978
Expenditures				
Instruction	$ 3,927	$ 3,876	$ 9,284	$ (5,408)
Total Expenditures	$ 3,927	$ 3,876	$ 9,284	$ (5,408)
Receipts Over (Under) Expenditures	$ (1,962)	$ 12.00		
Unencumbered Cash, Beginning	9,336	7,374		
Unencumbered Cash, Ending	$ 7,374	$ 7,386		

UNIFIED SCHOOL DISTRICT NO. 471

DEXTER, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

FOOD SERVICE FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Intergovernmental Sources				
State Aid				
Food Service Aid	$ 1,494	$ 201	$ 960	$ (759)
SCA	-	9,548	-	9,548
Federal Aid				
School Breakfast and Lunch	141,467	187,022	143,463	43,559
Fruits and Vegetables	-	-	-	-
Other				
Sales to Students and Adults	8,815	7,344	6,927	417
Reimbursed Expense	-	842	-	842
Operating Transfers				
General	1,413	2,837	2,000	837
Total Cash Receipts	$ 153,188	$ 207,793	$ 153,350	$ 54,443
Expenditures				
Food Service	$ 150,004	$ 193,661	$ 194,158	$ (497)
Total Expenditures	$ 150,004	$ 193,661	$ 194,158	$ (497)
Receipts Over (Under) Expenditures	$ 3,184	$ 14,132		
Unencumbered Cash, Beginning	37,623	40,807		
Unencumbered Cash, Ending	$ 40,807	$ 54,939		

UNIFIED SCHOOL DISTRICT NO. 471

DEXTER, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

SPECIAL EDUCATION FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Transfers from Other Funds				
General	$ 255,173	$ 379,395	$ 396,707	$ (17,312)
Supplmental General	80,954	80,860	80,000	860.29
Total Cash Receipts	$ 336,127	$ 460,255	$ 476,707	$ (16,452)
Expenditures				
Payment to Special Ed Co-op	$ 115,155	$ 138,017	$ 145,000	$ (6,983)
Co-op Flow Thru Payments	211,012	288,281	297,000	(8,719)
Vehicle Operating Services	23,703	30,355	41,965	(11,610)
Miscellaneous	-	-	-	-
Total Expenditures	$ 349,870	$ 456,653	$ 483,965	$ (27,312)
Receipts Over (Under) Expenditures	$ (13,743)	$ 3,603		
Unencumbered Cash, Beginning	21,001	7,258		
Unencumbered Cash, Ending	$ 7,258	$ 10,860		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

AT RISK FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Transfers from Other Funds				
General	$ 277,798	$ 280,183	$ 331,302	$ (51,119)
Supplemental General	172,959	185,118	175,862	9,256
Total Cash Receipts	$ 450,757	$ 465,301	$ 507,164	$ (51,119)
Expenditures				
Instruction	$ 450,757	$ 465,301	$ 507,164	$ (41,863)
Total Expenditures	$ 450,757	$ 465,301	$ 507,164	$ (41,863)
Receipts Over (Under) Expenditures	$ -	$ -		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

RECREATION FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Taxes				
Ad Valorem Tax - In Process	$ 26,262	$ 28,135	$ 26,904	$ 1,231
Delinquent Tax	940	561	623	(62)
Motor Vehicle Tax	2,237	1,933	2,517	(584)
Recreational Vehicle Tax	45	51	50	1
Total Cash Receipts	$ 29,484	$ 30,681	$ 30,094	$ 587
Expenditures				
Recreation Commission	$ 32,000	$ 33,000	$ 33,000	-
Total Expenditures	$ 32,000	$ 33,000	$ 33,000	$ -
Receipts Over (Under) Expenditures	$ (2,516)	$ (2,319)		
Unencumbered Cash, Beginning	5,423	2,907		
Unencumbered Cash, Ending	$ 2,907	$ 588		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Transfer				
General Fund	$ 490	$ 1,067	$ -	$ 1,067
Total Cash Receipts	$ 490	$ 1,067	$ -	$ 1,067
Expenditures				
Instructional Support	$ 490	$ 1,067	$ 5,000	$ (3,933)
Total Expenditures	$ 490	$ 1,067	$ 5,000	$ (3,933)
Receipts Over (Under) Expenditures	$ -	$ -		
Unencumbered Cash, Beginning	5,000	5,000		
Unencumbered Cash, Ending	$ 5,000	$ 5,000		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

VOCATIONAL EDUCATION FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Operating Transfers				
General	$ -	$ 28,000	$ 28,000	$ -
Other				
Miscellaneous	-	-	-	-
Total Cash Receipts	$ -	$ 28,000	$ 28,000	$ -
Expenditures				
Instructional Support Services	$ 1,386	$ 28,000	$ 28,000	$ -
Total Expenditures	$ 1,386	$ 28,000	$ 28,000	$ -
Receipts Over (Under) Expenditures	$ (1,386)	$ -		
Unencumbered Cash, Beginning	1,386	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

KPERS FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Revenues				
State of Kansas	$ 220,609	$ 246,393	$ 266,937	$ (20,544)
Total Cash Receipts	$ 220,609	$ 246,393	$ 266,937	$ (20,544)
Expenditures				
Instructional	$ 157,871	$ 184,795	$ 197,437	$ (12,642)
General Administrative	33,091	32,031	35,000	(2,969)
Operation & Maintenance	17,030	9,661	20,000	(10,339)
Student Transportation	7,412	14,978	8,500	6,478
Food Service	5,206	4,928	6,000	(1,072)
Total Expenditures	$ 220,609	$ 246,393	$ 266,937	$ (20,544)
Receipts Over (Under) Expenditures	$ -	$ -		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

BOND AND INTEREST FUND

SCHEDULE -2-

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	$ 134,012	$ 147,452	$ 139,376	$ 8,076
Delinquent Tax	505	801	2,141	(1,340)
Redemption Tax	-	1,049	-	1,049
Motor Vehicle Tax	-	63	3,401	(3,338)
Recreational Vehicle Tax	-	2,793	68	2,725
State Aid:				
State Aid	40,962	40,442	40,442	-
Total Cash Receipts	$ 175,479	$ 192,601	$ 185,428	$ 7,173
Expenditures				
Debt Service:				
Principal	$ -	$ -	$ -	$ -
Interest	128,006	106,425	106,425	-
Total Expenditures	$ 128,006	$ 106,425	$ 106,425	$ -
Receipts Over (Under) Expenditures	$ 47,474	$ 86,175.97		
Unencumbered Cash, Beginning	-	47,474		
Unencumbered Cash, Ending	$ 47,474	$ 133,649		

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

BOND CONSTRUCTION FUND

SCHEDULE -2-

	2021	2022
Cash Receipts		
Bond Proceeds	$ -	$ -
Bond Premium	-	-
Interest Income	16,233	1,301
Prior Year Cancelled Encumbrances	-	43,612
Total Cash Receipts	$ 16,233	$ 44,913
Expenditures		
Construction Cost	$ 544,830	$ 188,390
Architechural Services	26,969	10,870
Administrative Expenses	4,455	-
Total Expenditures	$ 576,253	$ 199,260
Receipts Over (Under) Expenditures	$ (560,020)	$ (154,347)
Unencumbered Cash, Beginning	764,948	204,928
Unencumbered Cash, Ending	$ 204,928	$ 50,581

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

CARES ACT FUND

SCHEDULE -2-

	2021	2022
Cash Receipts		
CARES Act		
Esser II	$ 304,269	$ -
State Aid	-	145,845
Total Cash Receipts	29,441	-
	$ 333,710	$ 145,845
Expenditures		
Salaries & Payroll Taxes		
Technology Supplies	$ 186,935	$ 145,845
Equipment & Supplies	107,019	-
Total Expenditures	39,756	-
	$ 333,710	$ 145,845
Receipts Over (Under) Expenditures	$ -	$ -
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

CONTINGENCY RESERVE FUND

SCHEDULE -2-

	2021	2022
Cash Receipts		
Transfers from Other Funds	$ -	$ -
Total Cash Receipts	$ -	$ -
Total Expenditures	$ -	$ -
Receipts Over (Under) Expenditures	$ -	$ -
Unencumbered Cash, Beginning	40,000	40,000
Unencumbered Cash, Ending	$ 40,000	$ 40,000

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

FEDERAL GRANTS FUND

SCHEDULE -2-

	2021	2022
Cash Receipts		
Intergovernmental Sources		
Federal Aid		
Title I - Low Income	$ 42,549	$ 44,770
Title II - Improving Teacher Quality	4,521	3,599
Title IV-A	11,414	12,019
REAP - Rural Education Achievement Program	25,394	17,446
Total Cash Receipts	$ 83,878	$ 77,834
Expenditures		
Federal Programs		
Title I - Salaries and Benefits	$ 42,549	$ 44,770
Title IV-A - Salaries and Benefits	11,414	12,019
REAP	29,345	17,500
Title II - Salaries and Benefits	4,521	3,599
Total Expenditures	$ 87,829	$ 77,888
Receipts Over (Under) Expenditures	$ (3,951)	$ (54)
Unencumbered Cash, Beginning	3,951	-
Unencumbered Cash, Ending	$ -	$ (54)

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

SCHEDULE -2-

TEXTBOOK RENTAL FUND

	2021	2022
Cash Receipts		
Textbook Rentals	$ 5,650	$ 6,520
Total Cash Receipts	$ 5,650	$ 6,520
Expenditures		
Textbook Purchases	$ 1,981	$ 14,351
Total Expenditures	$ 1,981	$ 14,351
Receipts Over (Under) Expenditures	$ 3,669	$ (7,831)
Unencumbered Cash, Beginning	13,110	16,779
Unencumbered Cash, Ending	$ 16,779	$ 8,948

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

KSDE NURSING GRANT

SCHEDULE -2-

	2021	2022
Cash Receipts		
State Aid	$ -	$ 35,166
Total Cash Receipts	$ -	$ 35,166
Expenditures		
Salaries & Payroll Taxes	$ -	$ 56,077
Transportation	-	9,000
Equpment & Supplies	-	10,460
Total Expenditures	$ -	$ 75,537
Receipts Over (Under) Expenditures	$ -	$ (40,371)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ (40,371)

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

SCHEDULE -3-

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student Activity Funds				
Cheerleaders - Junior High	$ 1,217	$ 1,194	$ 496	$ 1,916
Cheerleaders - Senior High	37	1,748	1,768	17
Dance	-	2,326	1,715	612
Class of 2019	878	-	878	-
Class of 2020	2,260	-	2,260	-
Class of 2021	5,967	-	5,967	-
Class of 2022 - Seniors	1,788	51	1,839	-
Class of 2023 - Juniors	3,830	12,427	15,486	771
Class of 2024 - Sophomores	3,099	6,794	4,952	4,941
Class of 2025 - Freshmen	-	1,063	-	1,063
Class of 2026 - 8th Grade	-	372	-	372
Student Activities	5,692	-	3,607	2,085
Resource Room	-	514	514	-
After Prom	577	5,406	5,432	552
Band	11,726	18,529	15,482	14,773
Drug-Free Dexter	600	-	-	600
Choir	766	550	583	733
National Honor Society	753	2,230	865	2,118
Student Council	687	2,214	2,690	211
Staff	790	26	365	451
RevTrak Fees	(183)	805	564	59
Dexter FFA	4,227	14,834	13,774	5,287
Community Based Instruction Class	1,345	17,320	18,620	45
Total Student Activity Funds	$ 46,056	$ 88,404	$ 97,855	$ 36,604
Other Agency Funds				
Sales Tax	$ -	$ 4,044	$ 4,044	$ -
Total	$ 46,056	$ 92,448	$ 101,899	$ 36,604

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2022

SCHEDULE -4-

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Athletics	$ 75	$ 36,255	$ 36,192	$ 138	$ -	$ 138
High School Girls Basketball	417	1,392	360	1,449	-	1,449
High School Boys Basketball	757	-	-	757	-	757
Volleyball	244	2,312	2,553	3	-	3
Junior High Volleyball	1,000	592	1,155	437	-	437
High School Track	22	-	-	22	-	22
Junior High Track	-	767	602	165	-	165
Concessions	-	12,774	11,932	842	-	842
Reading Recovery	7	-	-	7	-	7
Box Tops-Elementary	1,380	25	-	1,405	-	1,405
Total Program Receipts	$ 3,902	$ 54,117	$ 52,795	$ 5,224	$ -	$ 5,224
School Projects						
Yearbook	$ 3,016	$ 7,965	$ 7,052	$ 3,929	$ -	$ 3,929
Drug & Violence Prevention	1,045	-	-	1,045	-	1,045
Total School Projects	$ 4,061	$ 7,965	$ 7,052	$ 4,974	$ -	$ 4,974
Total District Activity Funds	$ 7,963	$ 62,082	$ 59,847	$ 10,198	$ -	$ 10,198

APPENDICES - FEDERAL COMPLIANCE SECTION

EDW. B STEPHENSON & CO., CPAs CHARTERED

EDW. B. STEPHENSON (1905-1985)

JAMES R. DOBBS (1927-1997)

HARRY L. SHETLAR, JR. (1931-2000)

MORRIS W. JARVIS (1935-1999)

N. DEAN BRADBURY (1936-2005)

LOREN L. PONTIOUS (Retired)

SHAREHOLDERS

MAURICE P. ROBERTS, CPA

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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*

To the Board of Education
Unified School District No. 471
Dexter, Kansas 67038

We have audited, in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Auditing and Accounting Guide* 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. 471, Dexter, (the District), Kansas, as of and for the year ended June 30, 2022, and the related notes to the financial statement, which collectively comprise the District's basic financial statement and have issued our report thereon dated February 17, 2023. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statement is free of 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 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.

Edw. B. Stephenson & Co., CPAs Chartered
February 17, 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

To the Board of Education
Unified School District No. 471
Dexter, Kansas 67038

Report on Compliance for Each Major Program

Opinion on Each Major Federal Program

We have audited Unified School District No. 471, Dexter, Kansas (the District) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District'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, the District 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of the compliance in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. 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 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 opinion on compliance for each major federal program. Our audit was done not to provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's major 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 the District'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 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 one 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 judgement made by reasonable user of the report on compliance about the District's 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 American, *Government Auditing Standards, and the Uniform Guidance*

- 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 the District's compliance with the compliance requirements referred to above and performing such other procedures as we consider necessary in the circumstances.
- Obtain an understanding of 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Overs Compliance

A *deficiency in internal control over compliance* 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* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal

control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a 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, yet important enough to merit attention by those charged with governance.

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

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

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

Edw. B. Stephenson & Co. CPAs Chtd.

Edw. B. Stephenson & Co., CPAs Chartered
February 17, 2023

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Total Federal Expenditures
Federal Funds Paid Through State:			
U.S. Department of Agriculture			
Passed Through State Department of Education:			
Child Nutrition Cluster			
School Breakfast Program	10.553	DO471	$ 40,215
National School Lunch Program	10.555	DO471	147,080
Summer Food Service Program for Children	10.559	DO471	8,038
Total Child Nutrition Cluster			195,332
PEBT Administrative Funds	10.649	DO471	$ 614
Total Department of Agriculture			$ 195,946
U.S. Department of Education			
Passed Through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	DO471	$ 44,770
Safe and Supportive Schools	84.424A	DO471	12,019
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D	DO471	145,845
Supporting Effective Instruction, Title II	84.367A	DO471	3,599
Total Department of Education			$ 206,233
U. S. Department of Health and Human Services			
Passed Through State Department of Education:			
K-12 Covid Testing	93.323	DO471	$ 35,166
Total Department of Health and Human Services			$ 35,166
U.S. Department of Emergency Management			
Passed Through Kansas Adjutant General			
Emergency Management Mitigation Programs	97.039	FEMA-4449-DR-KS	$ 542,754
Total Department of Emergency Management			$ 542,754
Total Federal Funds Paid Through State			$ 980,100
U.S. Department of Education			
Rural Achievement Program	84.358A		$ 17,446
Total Department of Education			$ 17,446
Total Funds Paid Direct to District			$ 17,446
Total Expenditures of Federal Awards			$ 997,546

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022

I. GENERAL

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal grant activity of Unified School District No. 471 under programs of the federal government for the year ended June 30, 2022. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies are included on the schedule. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a select portion of the operations of Unified School District No. 471, it is not intended to and does not present the summary of receipts, expenditures and unencumbered cash of Unified School District No. 471.

II. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards is presented using the regulatory basis of accounting, which are accounting practices prescribed by the State of Kansas and are described in Note I to the School District's regulatory financial statement.

III. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(B) The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

IV. SUBRECIPIENTS

Unified School District No. 471 did not provide federal awards to any sub-recipient for the year ended June 30, 2022.

V. CONTINGENCIES

The District receives funds under various federal grant programs and such awards are to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

Section I. Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP:	Adverse	
Type of auditor's report issued on the basis of accounting used by the District:	Unmodified – Regulatory Basis	
Internal control over financial reporting:		
• Material weakness(es) identified?	____yes	_X_no
• Significant Deficiency(s)	____yes	_X_none reported
Noncompliance material to financial statements noted?	____yes	_X_no

Federal Awards

Internal control over major federal programs:		
• Material weakness(es) identified?	____yes	_X_no
• Significant Deficiency(s)	____yes	_X_none
Type of auditor's report issued on compliance for major federal programs:	See below	
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?	____yes	_X_no

Identification of major federal programs:

CFDA No(s).	Names of Federal Program or Cluster	Opinion
93.039	Emergency Management Mitigation Program	Unmodified

Dollar threshold used to distinguish between Type A and Type B Programs	$750,000	
Auditee qualified as low-risk auditee?	____yes	_X_no

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2022

Section II. Financial Statement Findings

No matters were reported.

Section III. Federal Award Findings and Questioned Costs

No matters were reported.

UNIFIED SCHOOL DISTRICT NO. 471
DEXTER, KANSAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2022

Summary Schedule of Prior Audit Findings

No matters were reported.