# *HAYSVILLE PUBLIC SCHOOLS*
# *UNIFIED SCHOOL DISTRICT NO. 261*

REGULATORY BASIS
FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2023

AND

INDEPENDENT AUDITOR'S REPORT

AGH
CPAs & ADVISORS

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REGULATORY BASIS
FINANCIAL STATEMENT

Year Ended June 30, 2023

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AGH CPAs & ADVISORS

# INDEPENDENT AUDITOR'S REPORT

The Board of Education
**Haysville Public Schools**
**Unified School District No. 261**

## Report of the Audit of the Financial Statements

### *Adverse and Unmodified Opinions*

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Haysville Public Schools Unified School District No. 261 (District), 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 the District 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 balance of the District 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 IB.

### *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 standards applicable to financial audits contained in *Government Auditing Standards (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 opinions.

*Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles*
As described in Note IB 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 IB 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 IB; 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 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 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 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 opinions on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statement, however, is 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 accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note IB.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2024 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.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Wichita, KS
March 19, 2024

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

## SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNEMCUMBERED CASH REGULATORY BASIS

For the Year Ended June 30, 2023

| | Beginning Unencumbered Cash Balance 7/01/2022 | Receipts | Expenditures | Ending Unencumbered Cash Balance 06/30/2023 | Add Outstanding Encumbrances and Accounts Payable | Ending Cash Balance 06/30/2023 |
|---|---|---|---|---|---|---|
| GOVERNMENTAL TYPE FUNDS: | | | | | | |
| GENERAL FUND | $ -- | $ 44,549,176 | $ 44,549,176 | $ -- | $ 1,257,356 | $ 1,257,356 |
| SPECIAL PURPOSE FUNDS | | | | | | |
| Supplemental General | 312,425 | 14,455,696 | 14,556,383 | 211,738 | 48 | 211,786 |
| At Risk (4 Yr. Old) | -- | 534,342 | 534,342 | -- | -- | -- |
| At Risk (K-12) | -- | 10,445,125 | 9,732,787 | 712,338 | -- | 712,338 |
| Bilingual Education | -- | 221,894 | 221,894 | -- | 22 | 22 |
| Virtual Education | -- | 100,394 | 100,394 | -- | -- | -- |
| Driver Education | 177,513 | 43,501 | 65,832 | 155,182 | -- | 155,182 |
| Food Service | 3,431,530 | 3,693,238 | 3,644,231 | 3,480,537 | -- | 3,480,537 |
| Professional Development | -- | 211,079 | 211,079 | -- | -- | -- |
| Parent Education | -- | 486,040 | 486,040 | -- | -- | -- |
| Special Education | 1,585,585 | 15,160,105 | 14,155,659 | 2,590,031 | 492,590 | 3,082,621 |
| Vocational Education | -- | 571,784 | 571,784 | -- | -- | -- |
| KPERS Special Retirement | -- | 6,328,763 | 6,328,763 | -- | -- | -- |
| Contingency Reserve | 1,055,703 | -- | 1,055,703 | -- | -- | -- |
| Federal Funds | (1,615,784) | 6,528,418 | 5,225,102 | (312,468) | 660,437 | 347,969 |
| Textbook/Student Material Revolving Fund | 680,656 | 408,969 | 493,953 | 595,672 | 20,505 | 616,177 |
| ECC State Grant | (13,630) | 13,630 | -- | -- | -- | -- |
| All Day Kindergarten | -- | -- | -- | -- | -- | -- |
| Total special purpose funds | 5,613,998 | 59,202,978 | 57,383,946 | 7,433,030 | 1,173,602 | 8,606,632 |
| CAPITAL PROJECT FUNDS | | | | | | |
| Capital Outlay | 539,956 | 4,414,186 | 3,246,622 | 1,707,520 | 22,101 | 1,729,621 |
| Construction | (1,100,000) | 1,100,000 | -- | -- | -- | -- |
| Total capital outlay funds | (560,044) | 5,514,186 | 3,246,622 | 1,707,520 | 22,101 | 1,729,621 |
| BOND AND INTEREST | | | | | | |
| Bond and Interest | 10,006,815 | 9,668,496 | 7,545,789 | 12,129,522 | -- | 12,129,522 |
| Total bond and interest funds | 10,006,815 | 9,668,496 | 7,545,789 | 12,129,522 | -- | 12,129,522 |
| Total reporting entity | $ 15,060,769 | $ 118,934,836 | $ 112,725,533 | $ 21,270,072 | $ 2,453,059 | $ 23,723,131 |

| | | |
|---|---|---|
| Composition of Cash: | Checking account - INTRUST Bank | $ 24,102,264 |
| | Checking account - Valley State Bank (Activity Funds) | 550,785 |
| | Petty Cash | 9,000 |
| | Total cash | 24,662,049 |
| | Less agency funds per Schedule 3 | (938,918) |
| | TOTAL REPORTING ENTITY | $ 23,723,131 |

The accompanying notes are an integral part of this financial statement.

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

NOTES TO REGULATORY BASIS FINANCIAL STATEMENT

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## I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### A. Municipal Financial Reporting Entity

The Haysville Public Schools Unified School District No. 261, (District) is organized under the laws of the State of Kansas (Kansas) and is governed by an elected seven-member board. This financial statement presents the District and its related municipal entities. There are no related municipal entities for which the District is considered to be financially accountable.

### B. Fund Types and Basis of Accounting

#### *1. Regulatory Basis Fund Types*

The accounts of the District are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The District has the following fund types:

*Government Fund Types*

*General Fund* - is the District's chief operating fund. It accounts for all resources, except those required to be accounted for in another fund.

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

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

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

*Agency Funds* - are funds used to report assets held by the District in a purely custodial capacity (payroll clearing fund, etc.).

#### *2. Regulatory Basis of Accounting*

*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 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.

### C. Deposits and Investments

K.S.A. 12-1675 authorizes the District to invest monies not regulated by other statutes in time deposits, repurchase agreements consisting of obligations insured by the U.S. government or any agency thereof, U.S. Treasury bills or notes with maturities not exceeding two years, and the Kansas Municipal Investment Pool.

The investment of proceeds of general long-term debt is governed by specific statutes that authorize the District to invest in the following:

Investments authorized by K.S.A. 12-1675
Direct obligations of the U.S. government or any other agency thereof
Money market funds comprised entirely of obligations of the U.S. Treasury and agencies thereof
Obligations of any municipality of Kansas
Certain rated investment agreements with a financial institution

Cash resources of the individual funds are combined to form a pool of cash and temporary investments that are managed by the District Treasurer. Interest income earned is allocated to the contributing fund unless specifically designated.

## 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), and the Bond and Interest Fund. 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 fiscal year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least 10 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 did hold a revenue neutral rate hearing for this year.

Kansas statutes allow school districts to operate from July 1st to September 20th without an adopted budget. Kansas statutes also dictate the level of the General Fund budget based on a formula that used $4,846 per full-time equivalent weighted student as of September 21. Because the number of students as of September 21 of the budget year is not known at the time of budget adoption, an estimated number is used. If the estimate is too high, the General Fund budget is automatically reduced to the actual number without requiring any formal Board of Education (Board) action. If the estimate is too low, the Board may increase the General Fund budget to the actual amount only after following the procedures for publication and public hearing as outlined above.

Kansas statutes allow for the governing body to increase the original adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after the publication, the hearing may be held, and the governing body may amend the budget at that time. The General Fund, At-Risk (K-12) Fund and Special Education Fund were amended during the fiscal year.

Kansas statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Management may amend the amount of a specific object or purpose appropriation without obtaining authorization from the Board of Education providing the amendments or transfers do not create a total budgeted expenditure amount for a specific fund in excess of the amount originally adopted by the Board of Education. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal 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 municipality 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.

Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled.

A legal operating budget is not required for the following special purpose funds:

| | |
|---|---|
| Contingency Reserve | Textbook and Student Material Revolving |
| Federal Funds | ECC State Grant |
| Construction Fund | All Day Kindergarten |

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

## B. Deficit Cash

As of June 30, 2023, the Federal funds had negative unencumbered cash balances of $312,468. The deficit in the Federal funds is due to timing differences between the expenditure of state and federal grant funds and the receipt of reimbursement in the 2022 - 2023 school year.

## C. Transfers Without Regulatory Authority

During the year ended June 30, 2023, the District transferred $44,297 from the Capital Outlay Fund to the Construction Fund. This transfer was approved by the board in May 2023 to resolve a negative cash balance in the Construction Fund created by project expenditures exceeding initial funding.

This transfer is not allowed by regulatory authority, but was completed to resolve a cash law violation.

# III. DETAILED NOTES ON THE FUNDS AND ACCOUNTS

## A. 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 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.

*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%. As of June 30, 2023, the District's deposits are fully insured or collateralized with securities held by the District or by its agent in the District's name. The District has no formal deposit or investment policy.

At June 30, 2023, the District's carrying amount of deposits was $24,662,049 and the bank balance was $25,222,981. The balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance at each bank and $ 24,722,981 was collateralized with securities held by the pledging financial institution's agent in the District's name.

## B. Interfund Transfers

| From | To | Regulatory Authority | Amount |
|---|---|---|---|
| General Fund | At Risk (4 Yr. Old) | K.S.A. 72-5167 | $ 154,342 |
| General Fund | At Risk (K-12) | K.S.A. 72-5167 | 7,690,000 |
| General Fund | Parent Education | K.S.A. 72-5167 | 100,000 |
| General Fund | Special Education | K.S.A. 72-5167 | 6,404,128 |
| Supplemental General Fund | At Risk (4 Yr. Old) | K.S.A. 72-5143 | 380,000 |
| Supplemental General Fund | At Risk (K-12) | K.S.A. 72-5143 | 2,747,067 |
| Supplemental General Fund | Bilingual Education | K.S.A. 72-5143 | 221,894 |
| Supplemental General Fund | Virtual Education | K.S.A. 72-5143 | 100,394 |
| Supplemental General Fund | Professional Development | K.S.A. 72-5143 | 177,260 |
| Supplemental General Fund | Parent Education | K.S.A. 72-5143 | 227,499 |
| Supplemental General Fund | Special Education | K.S.A. 72-5143 | 6,478,132 |
| Supplemental General Fund | Vocational Education | K.S.A. 72-5143 | 543,243 |
| Supplemental General Fund | ECC State Grant | K.S.A. 72-5143 | 7,825 |
| Contingency Reserve Fund | Construction Fund | Board Approved | 1,055,703 |
| Capital Outlay Fund | Construction Fund | Not Available | 44,297 |
| | | | $26,331,784 |

A summary of interfund operating transfers by fund type for the year ended June 30, 2023, is as follows:

The $10,437,067 transferred from the General and Supplemental General Fund to At Risk (K-12) was budgeted to fund the increasing growth of the program. The $12,882,260 transferred from the General and Supplemental General Fund to Special Education was a budgeted transfer to fund the program.

The $1,055,703 transferred from the Contingency Reserve Fund to the Construction Fund was approved by the board in May 2023 to resolve a negative cash balance in the Construction Fund created by project expenditures exceeding initial funding.

## C. Long-Term Debt

The finance leases are for leases on copier equipment, vehicles and Chromebooks in use throughout the District.

On September 1, 2015, the District issued $30,000,000 in General Obligation Bonds, Series 2015, with an average interest rate of 3.4%. The District will utilize these funds for construction projects throughout the District.

On May 1, 2016, the District issued $29,000,000 in General Obligation Bonds, Series 2016, with an average interest rate of 3.63%. The District will utilize these funds for construction projects throughout the District.

The 2011 Lease Purchase Certificate of Participations was established through the Qualified Zone Academy Bond Program which allows school districts to obtain interest free resources for specified purposes. In 2014, the U.S. Treasury decreased the interest subsidy for the 2011 QZAB from 100% to 91.3%.

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

| 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 2013 | 2.0-2.30% | 02/01/13 | 9,920,000 | 11/01/27 | $ 8,960,000 | $ -- | $ 100,000 | $ 8,860,000 | $ 189,320 |
| Refunding Series 2014 | 2.0-3.0% | 09/01/14 | 6,035,000 | 11/01/24 | 1,610,000 | -- | 1,510,000 | 100,000 | 25,650 |
| Refunding Series 2015 | 2.0-4.0% | 02/01/15 | 24,705,000 | 11/01/26 | 20,415,000 | -- | 1,175,000 | 19,240,000 | 793,100 |
| School Improvement Series 2015-2 | 2.0-5.0% | 09/01/15 | 30,000,000 | 11/01/35 | 25,285,000 | -- | 690,000 | 24,595,000 | 881,545 |
| School Improvement Series 2016 | 2.0-5.0% | 05/01/16 | 29,000,000 | 11/01/35 | 23,335,000 | -- | 1,265,000 | 22,070,000 | 697,324 |
| Refunding Series 2020 | 2.0-3.0% | 12/01/20 | 6,555,000 | 11/01/30 | 6,520,000 | -- | 25,000 | 6,495,000 | 193,850 |
| | | | | | 86,125,000 | -- | 4,765,000 | 81,360,000 | 2,780,789 |
| Certificate of Participation: | | | | | | | | | |
| Certificate of Participation Series 2011 | 8.7% | 11/28/11 | 1,600,000 | 11/15/28 | 1,435,000 | -- | 205,000 | 1,230,000 | 13,115 |
| | | | | | 1,435,000 | -- | 205,000 | 1,230,000 | 13,115 |
| Finance Leases: | | | | | | | | | |
| Ricoh Copier Lease 1033145US3 | variable | 08/05/21 | 93,930 | 08/04/26 | 69,020 | -- | 13,558 | 55,462 | 7,610 |
| Ricoh Copier Lease 1033145US2 | variable | 08/05/21 | 389,362 | 08/04/26 | 286,108 | -- | 56,201 | 229,907 | 31,544 |
| Ricoh Copier Lease 1033145US4 | variable | 08/05/21 | 35,517 | 08/04/26 | 26,099 | -- | 5,127 | 20,972 | 2,877 |
| Vehicle Leases | variable | various | 1,010,821 | various | 521,794 | 111,849 | 222,358 | 411,285 | 24,742 |
| Chromebook Leases | variable | various | 1,825,963 | various | 968,388 | -- | 505,927 | 462,461 | 11,307 |
| | | | | | 1,871,409 | 111,849 | 803,171 | 1,180,087 | 78,080 |
| Total long-term liabilities | | | | | $ 89,431,409 | $ 111,849 | $ 5,773,171 | $ 83,770,087 | $ 2,871,984 |

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

| | 2024 | 2025 | 2026 | 2027 | 2028 | 2029-2033 | 2034-2036 | Total |
|---|---|---|---|---|---|---|---|---|
| PRINCIPAL: | | | | | | | | |
| General Obligation Bonds: | | | | | | | | |
| Refunding Series 2013 | $ 1,575,000 | $ 1,765,000 | $ 1,800,000 | $ 1,840,000 | $ 1,880,000 | $ -- | $ -- | $ 8,860,000 |
| Refunding Series 2014 | 100,000 | -- | -- | -- | -- | -- | -- | 100,000 |
| Refunding Series 2015 | 1,230,000 | 1,275,000 | 1,325,000 | 1,375,000 | 1,435,000 | 12,600,000 | -- | 19,240,000 |
| School Improvement Series 2015-2 | 700,000 | 695,000 | 740,000 | 785,000 | 825,000 | 4,295,000 | 16,555,000 | 24,595,000 |
| School Improvement Series 2016 | 1,320,000 | 1,385,000 | 1,450,000 | 1,515,000 | 1,580,000 | 8,815,000 | 6,005,000 | 22,070,000 |
| Refunding Series 2020 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 6,370,000 | -- | 6,495,000 |
| Total General Obligation Bonds | 4,950,000 | 5,145,000 | 5,340,000 | 5,540,000 | 5,745,000 | 32,080,000 | 22,560,000 | 81,360,000 |
| Certificate of Participation Series 2011 | 205,000 | 205,000 | 205,000 | 205,000 | 205,000 | 205,000 | -- | 1,230,000 |
| Total Certificates of Participation | 205,000 | 205,000 | 205,000 | 205,000 | 205,000 | 205,000 | -- | 1,230,000 |
| Finance Leases: | | | | | | | | |
| Ricoh Copier Lease 1033145US3 | 15,291 | 17,246 | 19,450 | 3,475 | -- | -- | -- | 55,462 |
| Ricoh Copier Lease 1033145US2 | 63,386 | 71,488 | 80,627 | 14,406 | -- | -- | -- | 229,907 |
| Ricoh Copier Lease 1033145US4 | 5,782 | 6,521 | 7,355 | 1,314 | -- | -- | -- | 20,972 |
| Vehicle Leases | 224,407 | 98,704 | 55,296 | 26,633 | 6,245 | -- | -- | 411,285 |
| Chromebook Leases | 462,461 | -- | -- | -- | -- | -- | -- | 462,461 |
| Total Finance Leases | 771,327 | 193,959 | 162,728 | 45,828 | 6,245 | -- | -- | 1,180,087 |
| Total principal | $ 5,926,327 | $ 5,543,959 | $ 5,707,728 | $ 5,790,828 | $ 5,956,245 | $ 32,285,000 | $ 22,560,000 | $ 83,770,087 |
| INTEREST: | | | | | | | | |
| General Obligation Bonds: | | | | | | | | |
| Refunding Series 2013 | $ 172,570 | $ 139,170 | $ 102,620 | $ 63,480 | $ 21,620 | $ -- | $ -- | $ 499,460 |
| Refunding Series 2014 | 1,500 | | | | | -- | -- | 1,500 |
| Refunding Series 2015 | 745,000 | 694,900 | 642,900 | 588,900 | 532,700 | 1,485,800 | -- | 4,690,200 |
| School Improvement Series 2015-2 | 846,794 | 811,918 | 776,044 | 741,843 | 713,768 | 3,183,490 | 871,238 | 7,945,095 |
| School Improvement Series 2016 | 632,700 | 585,850 | 557,500 | 527,850 | 496,900 | 1,706,425 | 272,325 | 4,779,550 |
| Refunding Series 2020 | 193,350 | 192,850 | 192,350 | 191,850 | 191,350 | 289,800 | -- | 1,251,550 |
| Total General Obligation Bonds | 2,591,914 | 2,424,688 | 2,271,414 | 2,113,923 | 1,956,338 | 6,665,515 | 1,143,563 | 19,167,355 |
| Certificate of Participation Series 2011 | 55,924 | 45,756 | 35,588 | 25,420 | 15,252 | 5,084 | -- | 183,024 |
| Total Certificates of Participation | 55,924 | 45,756 | 35,588 | 25,420 | 15,252 | 5,084 | -- | 183,024 |
| Finance Leases: | | | | | | | | |
| Ricoh Copier Lease 1033145US3 | 5,876 | 3,922 | 1,717 | 53 | -- | -- | -- | 11,568 |
| Ricoh Copier Lease 1033145US2 | 24,360 | 16,257 | 7,119 | 218 | -- | -- | -- | 47,954 |
| Ricoh Copier Lease 1033145US4 | 2,222 | 1,483 | 649 | 20 | -- | -- | -- | 4,374 |
| Vehicle Leases | 17,502 | 9,903 | 3,437 | 1,254 | 146 | -- | -- | 32,242 |
| Chromebook Leases | 3,618 | -- | -- | -- | -- | -- | -- | 3,618 |
| Total Finance Leases | 53,578 | 31,565 | 12,922 | 1,545 | 146 | -- | -- | 99,756 |
| Total interest | 2,701,416 | 2,502,009 | 2,319,924 | 2,140,888 | 1,971,736 | 6,670,599 | 1,143,563 | 19,450,135 |
| Total principal and interest | $ 8,627,743 | $ 8,045,968 | $ 8,027,652 | $ 7,931,716 | $ 7,927,981 | $ 38,955,599 | $ 23,703,563 | $ 103,220,222 |

## D. Other Long-Term Obligations from Operations

### *1. Compensated Absences*

Temporary leave consists of sick and vacation leave. The District annually grants full-time employees 12 days of sick leave and 10 days of vacation leave. Upon termination, employees are compensated for unused sick leave at one-third their normal salary up to 100 days and unused vacation leave at full salary up to 20 days. The liability of accrued temporary leave has been recorded in long-term debt and represents the District's commitment to fund such costs from future operations.

At June 30, 2023, the District had a liability of $2,574,689 for compensated absences.

### *2. Other Post-Employment Benefits*

Health Insurance: As provided by K.S.A. 12-5040, all District retired employees are eligible to remain on the District's health insurance program until the age of 65. The retired employees are responsible for all premiums. If a retired employee reaches the age of 65 before the spouse, the spouse is allowed to remain on the District's program until the spouse reaches age 65. While each retiree pays the full amount of the applicable premium, conceptually, the local government 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.

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.

Early Retirement Incentive: Employees are eligible when they reach 85 points (combination of their age and years of KPERS service) or age 62 with 10 years of KPERS service. Under this program, employees receive a one-time lump sum payment into a tax-sheltered account that is equal to approximately one-third of the employee's salary in the year of retirement. The payment is made in July following their last year of employment. Additional smaller amounts are received for years of service to the District that exceed 10 years. If an employee does not take advantage of the program when they meet the criteria, the available amount decreases to zero over a four-year period.

At June 30, 2023, the District had a liability of $312,577 for early retirement incentives.

## IV. OTHER INFORMATION

### A. Defined Benefit Pension Plan

*Plan Description.* The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-

employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.09% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.86% 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 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 per year starting in fiscal year 2020.

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Years 2022 and 2023. Fiscal Year 2022 was recertified from 14.09% to 13.33% and Fiscal Year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total $271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $6,328,763 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 $62,359,784. 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 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.

**B. Risk Management**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, error and omissions, injuries to employees, and natural disasters. The District has been unable to obtain commercial insurance for all risks of loss at a cost it considered to be economically justifiable. For this reason, the District joined together with other districts in the state to participate in the Kansas Educational Risk Management Pool, LLC (KERMP LLC), a public entity risk pool currently operating as a common risk management and insurance program for eight participating members.

The District pays an annual premium to KERMP LLC for its commercial insurance coverage. The agreement to participate provides that the KERMP LLC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event, depending on type of insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERMP LLC management.

REGULATORY-
SUPPLEMENTARY INFORMATION

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

| | Certified Budget | Adjustment to Comply with Legal Max | Total Budget for Comparison | Expenditures Chargeable to Current Year | Over (Under) |
|---|---|---|---|---|---|
| General fund | $44,550,630 | $ (1,454) | $44,549,176 | $ 44,549,176 | $ -- |
| Special purpose funds: | | | | | |
| Supplemental General | 14,556,384 | -- | 14,556,384 | 14,556,383 | (1) |
| At Risk (4 Yr. Old) | 625,000 | -- | 625,000 | 534,342 | (90,658) |
| At Risk (K-12) | 9,944,027 | -- | 9,944,027 | 9,732,787 | (211,240) |
| Bilingual Education | 268,415 | -- | 268,415 | 221,894 | (46,521) |
| Virtual Education | 225,000 | -- | 225,000 | 100,394 | (124,606) |
| Driver Education | 144,700 | -- | 144,700 | 65,832 | (78,868) |
| Food Service | 4,360,000 | -- | 4,360,000 | 3,644,231 | (715,769) |
| Professional Development | 213,579 | -- | 213,579 | 211,079 | (2,500) |
| Parent Education | 575,000 | -- | 575,000 | 486,040 | (88,960) |
| Special Education | 15,154,235 | -- | 15,154,235 | 14,155,659 | (998,576) |
| Vocational Education | 1,065,296 | -- | 1,065,296 | 571,784 | (493,512) |
| KPERS Special Retirement | 6,701,731 | -- | 6,701,731 | 6,328,763 | (372,968) |
| Capital project funds: | | | | | |
| Capital Outlay | 4,118,725 | -- | 4,118,725 | 3,246,622 | (872,103) |
| Debt service funds: | | | | | |
| Bond and Interest | 7,545,789 | -- | 7,545,789 | 7,545,789 | -- |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**General Fund**

**SCHEDULE 2-1**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Taxes | $ 538 | $ -- | $ 538 |
| Intergovernmental - state | 44,548,638 | 44,550,630 | (1,992) |
| Total receipts | 44,549,176 | $ 44,550,630 | $ (1,454) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 15,307,494 | $ 15,960,410 | $ (652,916) |
| Support services | 5,320,483 | 5,202,000 | 118,483 |
| General administration | 508,985 | 509,100 | (115) |
| School administration | 3,198,625 | 3,228,140 | (29,515) |
| Operations and maintenance | 2,566,195 | 2,462,500 | 103,695 |
| Student transportation services | 1,819,006 | 1,772,000 | 47,006 |
| Other supplemental services | 1,479,918 | 925,000 | 554,918 |
| Total current | 30,200,706 | 30,059,150 | 141,556 |
| Transfers out | 14,348,470 | 14,491,480 | (143,010) |
| Adjustment to comply with legal max | -- | (1,454) | 1,454 |
| Total expenditures | 44,549,176 | $ 44,549,176 | $ -- |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Special Purpose Fund - Supplemental General**

**SCHEDULE 2-2**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Taxes | $ 2,922,673 | $ 2,710,936 | $ 211,737 |
| Intergovernmental - state | 11,533,023 | 11,533,023 | -- |
| Total receipts | 14,455,696 | $ 14,243,959 | $ 211,737 |
| Expenditures: | | | |
| Current | | | |
| Instruction | 833,317 | $ 1,431,648 | $ (598,331) |
| Support services | 320,961 | 362,600 | (41,639) |
| General administration | 802,870 | 771,025 | 31,845 |
| School administration | 58,983 | 60,000 | (1,017) |
| Operations and maintenance | 1,298,117 | 1,736,600 | (438,483) |
| Other supplemental services | 354,146 | 835,000 | (480,854) |
| Capital outlay | 4,675 | -- | 4,675 |
| Total current | 3,673,069 | 5,196,873 | (1,523,804) |
| Transfers out | 10,883,314 | 9,359,511 | 1,523,803 |
| Total expenditures | 14,556,383 | $ 14,556,384 | $ (1) |
| Receipts over expenditures | (100,687) | | |
| Unencumbered cash, beginning | 312,425 | | |
| Unencumbered cash, ending | $ 211,738 | | |

**Special Purpose Fund - At Risk (4 Year Old)**

**SCHEDULE 2-3**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 534,342 | $ 525,000 | $ 9,342 |
| Other | -- | 100,000 | (100,000) |
| Total receipts | 534,342 | $ 625,000 | $ (90,658) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 499,852 | $ 559,000 | $ (59,148) |
| School administration | 34,203 | 51,000 | (16,797) |
| Operations and maintenance | 287 | 15,000 | (14,713) |
| Total expenditures | 534,342 | $ 625,000 | $ (90,658) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Special Purpose Fund - At Risk (K-12)**

**SCHEDULE 2-4**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Charges for services | $ 8,058 | $ -- | $ 8,058 |
| Transfer in | 10,437,067 | 10,053,306 | 383,761 |
| Other | -- | 200,000 | (200,000) |
| Total receipts | 10,445,125 | $ 10,253,306 | $ 191,819 |
| Expenditures: | | | |
| Current | | | |
| Instruction | 9,209,432 | $ 9,391,527 | $ (182,095) |
| Support services | 299,101 | 329,000 | (29,899) |
| School administration | 223,192 | 222,000 | 1,192 |
| Student transportation services | 1,062 | 1,500 | (438) |
| Total expenditures | 9,732,787 | $ 9,944,027 | $ (211,240) |
| Receipts over expenditures | 712,338 | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ 712,338 | | |

**Sepical Purpose Fund - Billingual Education**

**SCHEDULE 2-5**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 221,894 | $ 168,415 | $ 53,479 |
| Other | -- | 100,000 | (100,000) |
| Total receipts | 221,894 | $ 268,415 | $ (46,521) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 221,894 | $ 268,415 | $ (46,521) |
| Total expenditures | 221,894 | $ 268,415 | $ (46,521) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Special Purpose Fund - Virtual Education**

**SCHEDULE 2-6**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 100,394 | $ 125,000 | $ (24,606.00) |
| Other | -- | 100,000 | (100,000) |
| Total receipts | 100,394 | $ 225,000 | $ (124,606) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 100,394 | $ 225,000 | $ (124,606) |
| Total expenditures | 100,394 | $ 225,000 | $ (124,606) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**Special Purpose Fund - Driver Education**

**SCHEDULE 2-7**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Charges for services | $ 24,181 | $ 40,000 | $ (15,819) |
| Intergovernmental - state | 19,320 | 20,655 | (1,335) |
| Total receipts | 43,501 | $ 60,655 | $ (17,154) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 61,610 | $ 82,700 | $ (21,090) |
| Operations and maintenance | 4,222 | 57,000 | (52,778) |
| Other supplemental services | -- | 5,000 | (5,000) |
| Total expenditures | 65,832 | $ 144,700 | $ (78,868) |
| Receipts over expenditures | (22,331) | | |
| Unencumbered cash, beginning | 177,513 | | |
| Unencumbered cash, ending | $ 155,182 | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Special Purpose Fund - Food Service**

**SCHEDULE 2-8**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Charges for services | $ 885,468 | $ 667,790 | $ 217,678 |
| Intergovernmental - federal | 2,778,501 | 2,247,801 | 530,700 |
| Intergovernmental - state | 29,269 | 24,000 | 5,269 |
| Total receipts | 3,693,238 | $ 2,939,591 | $ 753,647 |
| Expenditures: | | | |
| Current | | | |
| Operations and maintenance | 3,644,231 | $ 4,360,000 | $ (715,769) |
| Total expenditures | 3,644,231 | $ 4,360,000 | $ (715,769) |
| Receipts over expenditures | 49,007 | | |
| Unencumbered cash, beginning | 3,431,530 | | |
| Unencumbered cash, ending | $ 3,480,537 | | |

**Special Purpose Fund - Professional Development**

**SCHEDULE 2-9**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 177,260 | $ 100,000 | $ 77,260 |
| Intergovernmental - state | 33,819 | 13,579 | 20,240 |
| Other | -- | 100,000 | (100,000) |
| Total receipts | 211,079 | $ 213,579 | $ (2,500) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 83,991 | $ -- | $ 83,991 |
| Support services | 127,088 | 213,579 | (86,491) |
| Total expenditures | 211,079 | $ 213,579 | $ (2,500) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Special Purpose Fund - Parent Education**

**SCHEDULE 2-10**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 327,499 | $ 325,000 | $ 2,499 |
| Intergovernmental - state | 153,541 | 150,000 | 3,541 |
| Other | 5,000 | 100,000 | (95,000) |
| Total receipts | 486,040 | $ 575,000 | $ (88,960) |
| Expenditures: | | | |
| Current subjected to budget | | | |
| Support services | 486,040 | $ 575,000 | $ (88,960) |
| Total expenditures | 486,040 | $ 575,000 | $ (88,960) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**Special Purpose Fund - Special Education**

**SCHEDULE 2-11**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 12,882,260 | $ 11,604,270 | $ 1,277,990 |
| Intergovernmental - federal | 2,066,681 | 1,639,380 | 427,301 |
| Other | 211,164 | 325,000 | (113,836) |
| Total receipts | 15,160,105 | $ 13,568,650 | $ 1,591,455 |
| Expenditures: | | | |
| Current | | | |
| Instruction | 9,030,270 | $ 10,275,835 | $ (1,245,565) |
| Support services | 3,812,389 | 3,475,100 | 337,289 |
| General administration | 323,424 | 336,000 | (12,576) |
| School administration | -- | 200 | (200) |
| Operations and maintenance | 42,451 | 50,000 | (7,549) |
| Student transportation services | 947,125 | 1,017,100 | (69,975) |
| Total expenditures | 14,155,659 | $ 15,154,235 | $ (998,576) |
| Receipts over expenditures | 1,004,446 | | |
| Unencumbered cash, beginning | 1,585,585 | | |
| Unencumbered cash, ending | $ 2,590,031 | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Special Purpose Fund - Vocational Education**

**SCHEDULE 2-12**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Transfer in | $ 543,243 | $ 950,000 | $ (406,757) |
| Intergovernmental - state | 28,541 | 15,296 | 13,245 |
| Other | -- | 100,000 | (100,000) |
| Total receipts | 571,784 | $ 1,065,296 | $ (493,512) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 571,784 | $ 1,065,296 | $ (493,512) |
| Total expenditures | 571,784 | $ 1,065,296 | $ (493,512) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

**Special Purpose Fund - KPERS Special Retirement Contribution**

**SCHEDULE 2-13**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Intergovernmental - state | $ 6,328,763 | $ 6,701,731 | $ (372,968) |
| Total receipts | 6,328,763 | $ 6,701,731 | $ (372,968) |
| Expenditures: | | | |
| Current | | | |
| Instruction | 3,018,151 | $ 4,084,330 | $ (1,066,179) |
| Support services | 777,213 | 1,154,964 | (377,751) |
| General administration | 97,168 | 94,206 | 2,962 |
| School administration | 446,811 | 426,825 | 19,986 |
| Operations and maintenance | 404,913 | 92,032 | 312,881 |
| Student transportation services | 284,881 | 374,649 | (89,768) |
| Other supplemental services | 111,049 | 257,327 | (146,278) |
| Food service | 1,188,577 | 217,398 | 971,179 |
| Total expenditures | 6,328,763 | $ 6,701,731 | $ (372,968) |
| Receipts over expenditures | -- | | |
| Unencumbered cash, beginning | -- | | |
| Unencumbered cash, ending | $ -- | | |

# HAYSVILLE PUBLIC SCHOOLS
# UNIFIED SCHOOL DISTRICT NO. 261

## SCHEDULE OF RECEIPTS AND EXPENDITURES
## REGULATORY BASIS

## For the Year Ended June 30, 2023

**Non-Budgeted Special Purpose Funds**

**SCHEDULE 2-14**

| | Contingency Reserve | Federal Fund | Textbook/ Student Material Revolving | ECC State Grant | All Day Kindergarten | Total |
|---|---|---|---|---|---|---|
| Receipts: | | | | | | |
| Transfer in | $ -- | $ -- | $ -- | $ 7,825 | $ -- | $ 7,825 |
| Intergovernmental - federal | -- | 6,206,722 | -- | -- | -- | 6,206,722 |
| Intergovernmental - state | -- | 280,697 | -- | 5,805 | -- | 286,502 |
| Charges for services | -- | -- | 408,969 | -- | -- | 408,969 |
| Other | -- | 40,999 | -- | -- | -- | 40,999 |
| Total receipts | -- | 6,528,418 | 408,969 | 13,630 | -- | 6,951,017 |
| Expenditures: | | | | | | |
| Current | | | | | | |
| Instruction | -- | 4,586,356 | 292,193 | -- | -- | 4,878,549 |
| Support services | -- | 610,380 | 201,760 | -- | -- | 812,140 |
| School administration | -- | 9,572 | -- | -- | -- | 9,572 |
| Student transportation services | -- | 18,794 | -- | -- | -- | 18,794 |
| Transfers out | 1,055,703 | -- | -- | -- | -- | 1,055,703 |
| Total expenditures | 1,055,703 | 5,225,102 | 493,953 | -- | -- | 6,774,758 |
| Receipts over expenditures | (1,055,703) | 1,303,316 | (84,984) | 13,630 | -- | 176,259 |
| Unencumbered cash, beginning | 1,055,703 | (1,615,784) | 680,656 | (13,630) | -- | 106,945 |
| Unencumbered cash, ending | $ -- | $ (312,468) | $ 595,672 | $ -- | $ -- | $ 283,204 |

Note: The above funds are not subject to Kansas budget law.

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITUERS - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Capital Project Fund - Capital Outlay**

**SCHEDULE 2-15**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Taxes | $ 1,693,736 | $ 2,047,874 | $ (354,138) |
| Intergovernmental - state | 1,263,615 | 1,263,615 | -- |
| Interest income | 595,555 | -- | 595,555 |
| Other | 861,280 | -- | 861,280 |
| Total receipts | 4,414,186 | $ 3,311,489 | $ 1,102,697 |
| Expenditures: | | | |
| Current | | | |
| Capital outlay | 2,927,929 | $ 3,768,725 | $ (840,796) |
| Transfers out | 44,297 | -- | 44,297 |
| Debit service: | | | |
| Principal | 205,000 | 285,000 | (80,000) |
| Interest | 13,115 | 60,000 | (46,885) |
| Other | 56,281 | 5,000 | 51,281 |
| Total expenditures | 3,246,622 | $ 4,118,725 | $ (872,103) |
| Receipts over expenditures | 1,167,564 | | |
| Unencumbered cash, beginning | 539,956 | | |
| Unencumbered cash, ending | $ 1,707,520 | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2023

## Capital Project Fund - Construction

**SCHEDULE 2-16**

| | Actual |
|---|---|
| Receipts: | |
| Transfer in | $ 1,100,000 |
| Total receipts | 1,100,000 |
| Expenditures: | |
| Current | |
| Captial outlay | -- |
| Total current | -- |
| Total expenditures | -- |
| Receipts over expenditures | 1,100,000 |
| Unencumbered cash, beginning | (1,100,000) |
| Unencumbered cash, ending | $ -- |

Note: The above fund is not subject to Kansas budget law.

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

**Bond and Interest Fund**

**SCHEDULE 2-17**

| | Actual | Budget | Over (Under) |
|---|---|---|---|
| Receipts: | | | |
| Taxes | $ 3,198,618 | $ 3,090,340 | $ 108,278 |
| Intergovernmental - state | 6,469,878 | 6,413,921 | 55,957 |
| Total receipts | 9,668,496 | $ 9,504,261 | $ 164,235 |
| Expenditures: | | | |
| Debt service subjected to budget | | | |
| Principal | 4,765,000 | $ 4,765,000 | $ -- |
| Interest | 2,780,789 | 2,780,789 | -- |
| Total expenditures | 7,545,789 | $ 7,545,789 | $ -- |
| Receipts over expenditures | 2,122,707 | | |
| Unencumbered cash, beginning | 10,006,815 | | |
| Unencumbered cash, ending | $ 12,129,522 | | |

**HAYSVILLE PUBLIC SCHOOLS**
**UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2023

**Agency Funds**

**SCHEDULE 3**

| Fund | Beginning Cash Balance | Cash Receipts | Cash Disbursements | Ending Cash Balance |
|---|---|---|---|---|
| Payroll clearing fund | $ 427,915 | $ 485,701 | $ 525,483 | $ 388,133 |
| Student activity funds | 489,819 | 806,360 | 745,394 | 550,785 |
| Total agency funds | $ 917,734 | $ 1,292,061 | $ 1,270,877 | $ 938,918 |

Note: The above fund is not subject to Kansas budget law.

# *HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261*

SINGLE AUDIT REPORT

YEAR ENDED JUNE 30, 2023

WITH

INDEPENDENT AUDITOR'S REPORT

AGH
CPAs & ADVISORS

# HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261

SINGLE AUDIT REPORT

YEAR ENDED JUNE 30, 2023

WITH

INDEPENDENT AUDITOR'S REPORT

**HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261**

SINGLE AUDIT REPORT

Year Ended June 30, 2023

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|---|---|
| A copy of the Haysville Unified School District No. 261 regulatory basis financial statements, year ended June 30, 2023 accompanies this report. The independent auditor's report and the financial statements are hereby incorporated by reference. | |
| Independent Auditor's 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* | 1 - 2 |
| Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by Uniform Guidance | 3 - 5 |
| Schedule of Findings and Questioned Costs | 6 - 8 |
| Summary Schedule of Prior Audit Findings | 9 |
| Schedule of Expenditures of Federal Awards | 10 |
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AGH CPAs & ADVISORS

# 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*

## INDEPENDENT AUDITOR'S REPORT

The Board of Education
**Haysville Unified School District No. 261**

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, the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Haysville United School District No. 261 (District), as of and for the year ended June 30, 2023 and the related notes to the financial statement, and have issued our report thereon dated March 19, 2024. The District prepared the regulatory basis financial statement to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

### Report on 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) to determine the 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 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 the District'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 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.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Wichita, KS
March 19, 2024

AGH CPAs & ADVISORS

# REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE

## INDEPENDENT AUDITOR'S REPORT

The Board of Education
**Haysville Unified School District No. 261**

### Report on Compliance for Each Major Federal Program

#### *Opinion on Each Major Federal Program*

We have audited Haysville Unified School District No. 261's (District) 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 the District's major federal programs for the year ended June 30, 2023. 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

#### *Basis for Opinion on Each Major Federal Program*

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). 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 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 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 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 GAAS, *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 judgment made by a 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 GAAS, *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 the District'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 the District'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 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 Over Compliance**

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program 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 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.

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 was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

**Report on Schedule of Expenditures of Federal Award Required by Uniform Guidance**

We have audited the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances and the related notes to the financial statement of the Haysville Unified School District No. 261 (District) as of and for the year ended June 30, 2023, and have issued our report thereon dated March 19, 2024, which contained an unmodified opinion on the financial statement. The District prepared this regulatory basis financial statement to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our audit was performed for the purpose of forming an opinion on the financial statement as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance 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 statements. 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

Wichita, KS
March 19, 2024

**HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2023

## 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 with 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 weaknesses identified? | ___Yes _X_No |
| • Significant deficiencies identified? | ___Yes _X_None reported |
| • Noncompliance material to financial statements noted? | ___Yes _X_No |

### FEDERAL AWARDS

| | |
|---|---|
| Internal control over major federal programs: | |
| • Material weaknesses identified? | ___Yes _X_No |
| • Significant deficiencies identified? | ___Yes _X_None reported |
| 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 2 CFR 200.516(a)? | ___Yes _X_No |

Identification of major federal programs:

| ASSISTANCE LISTING NUMBER | NAME OF FEDERAL PROGRAM | MAJOR PROGRAM OPINION |
|---|---|---|
| 84.425D, 84.425U and 84.425W | COVID-19 Education Stabilization Fund | Unmodified |

| | |
|---|---|
| Dollar threshold used to distinguish between type A and type B programs: | $750,000 |
| Auditee qualified as low-risk auditee? | ___Yes _X_No |

## SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

## SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

**HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261**

SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2023

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters were reported.

# HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261

## SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

## YEAR ENDED JUNE 30, 2023

| Federal Grantor/Pass-Through Entity/Program Title | Federal Assistance Listing Number | Cluster | Pass-Through Grantor's Number | Expenditures | Subrecipient Amounts |
|---|---|---|---|---|---|
| **U.S. Department of Agriculture:** | | | | | |
| Passed Through Kansas Department of Education | | | | | |
| National School Breakfast Program | 10.553 | 1 | 3529-3490 | $ 583,764 | $ - |
| Passed Through Kansas Department of Education | | | | | |
| National School Lunch Program | 10.555 | 1 | 3530-3500 | 1,863,326 | - |
| National School Lunch Program - Supply Chain Assistance | 10.555 | 1 | 3530-3500 | 158,496 | - |
| Total National School Lunch Progam | | | | 2,021,822 | - |
| Passed Through Kansas Department of Education | | | | | |
| Summer Food Service Program for Children - Cash for Commodities | 10.559 | 1 | 3530-3500 | 172,915 | |
| Total Summer Food Service Program for Children | | | | 172,915 | - |
| **Total U.S. Department of Agriculture** | | | | **2,778,501** | **-** |
| **U.S. Department of Education:** | | | | | |
| Passed Through Kansas Department of Education | | | | | |
| Title I Grants to Local Educational Agencies | 84.010 | | 3532-3520 | 860,045 | - |
| Special Education Grants to States | 84.027A | 2 | 3234-3050 | 1,245,558 | - |
| Special Education Grants to States | 84.027X | 2 | 3234-3050 | 289,392 | - |
| Career and Technical Education - Basic Grants to States | 84.048 | | 3539-3590 | 47,926 | - |
| Special Education Preschool Grants | 84.173A | 2 | 3535-3500 | 38,623 | - |
| Education for Homeless Children and Youth | 84.196 | | 3592-3070 | 40,000 | - |
| Twenty-First Century Community Learning Centers | 84.287C | | 3519-3890 | 97,094 | - |
| English Language Acquistion State Grants | 84.365A | | 3522-2820 | 21,770 | - |
| Improving Teacher Quality State Grants | 84.367 | | 3526-3860 | 167,486 | - |
| Grants for State Assessments and Related Activities | 84.369A | | 3520-3800 | 173 | |
| Student Support and Academic Enrichment Program | 84.424A | | 3113-3113 | 44,538 | - |
| COVID-19 - Education Stabilization Fund | 84.425D | | 3233-3040 | 284,000 | - |
| COVID-19 - Education Stabilization Fund | 84.425W | | 3233-3040 | 69,318 | - |
| COVID-19 - Education Stabilization Fund | 84.425U | | 3233-3040 | 4,963,077 | - |
| **Total U.S. Department of Education** | | | | **8,169,000** | **-** |
| **U.S. Department of Health and Human Services:** | | | | | |
| Passed through Kansas Department of Health | | | | | |
| Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) | 93.323 | | 3056-3200 | 67,862 | - |
| **Total U.S. Department of Health and Human Services** | | | | **67,862** | **-** |
| **Total Federal Assistance** | | | | **$ 11,015,363** | **$ -** |

**Clusters:**

| | |
|---|---|
| 1 - Child Nutrition Cluster | $ 2,778,501 |
| 2 - Special Education Cluster | 1,573,573 |

The accompanying notes are an integral part of this schedule.

**HAYSVILLE UNIFIED SCHOOL DISTRICT NO. 261**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2023

## 1. BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Haysville Unified School District No. 261 and is presented on the cash basis of accounting modified for encumbrances. The information in this schedule is presented in accordance with the requirements of Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

## 2. INDIRECT COST RATE

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