ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FINANCIAL STATEMENT

WITH

INDEPENDENT AUDITOR'S REPORT

YEAR ENDED JUNE 30, 2023

GBN, P.A.
Certified Public Accountants

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GBN, P.A.

Certified Public Accountants
Management Consultants
Tax Advisors

12001 E. 13th Street North Wichita, Kansas 67206 Telephone (316) 262-6277 Fax (316) 265-6150

INDEPENDENT AUDITOR'S REPORT

Board of Education
Rose Hill Unified School District No. 394
Rose Hill, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Rose Hill Unified School, District No.394 (a municipal financial reporting entity), 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 1.

Basis for Adverse and Unmodified Opinions

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

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

As discussed in Note 1 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 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about 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 opinion. 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 Rose Hill Unified School District No. 394'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.

Other Matters

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, schedule of regulatory basis receipts and disbursements-agency funds, and summary schedule of regulatory basis receipts, expenditures, and unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. The schedule of expenditures 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 statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statement as a whole.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Rose Hill Unified School District No.

394 as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated March 28, 2023, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accountsreports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2022, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 15 2024, on our consideration of the Unified School District No. 394'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 Unified School District No. 394's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 394's internal control over financial reporting and compliance.

GBN, P.A.

Wichita, Kansas
April 15, 2024

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS

For the year ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encum-brances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General Fund	$ –	$ –	$ 11,904,312	$ 11,904,312	$ –	$ 964,943	$ 964,943
Supplemental General	83,968	–	3,693,773	3,709,526	68,215	108,204	176,419
Special Purpose Funds:							
Four Year Old At-Risk	5,000	–	135,000	133,015	6,985	10,339	17,324
At-Risk	5,000	–	1,401,584	1,338,450	68,134	168,968	237,102
Bilingual Education	5,000	–	90,000	88,778	6,222	–	6,222
Virtual Education	5,000	–	185,000	181,208	8,792	9,240	18,032
Capital Outlay	1,525,395	–	1,739,721	905,869	2,359,247	22,779	2,382,026
Driver Training	46,058	–	27,258	37,304	36,012	–	36,012
Extraordinary School	6,000	–	1,620	640	6,980	600	7,580
Food Service	444,226	–	829,616	912,402	361,440	69,667	431,107
Professional Development	10,000	–	–	–	10,000	–	10,000
Parent Education	–	–	69,210	69,210	–	76	76
Special Education	5,410	–	2,076,566	2,056,694	25,282	–	25,282
Vocational Education	5,000	–	317,610	312,861	9,749	42,204	51,953
KPERS Special Retirement Contribution	–	–	1,485,836	1,485,836	–	–	–
Historical Society	6,900	–	49,931	52,999	3,832	–	3,832
Recreation Commission	2,238	–	402,557	404,000	795	–	795
Recreation Commission Employee Benefit and Special Liability	8,447	–	78,027	78,999	7,475	–	7,475
Federal Funds	(1,004,005)	–	1,455,456	731,602	(280,151) *	39,354	(240,797)
COPS Grant	–	–	99,911	99,911	–	–	–
Gifts and Grants	44,876	–	299,889	299,617	45,148	6,529	51,677
Textbook Rental and Student Materials	221,423	–	132,417	118,885	234,955	14,581	249,536
Contingency Reserve	959,981	–	–	–	959,981	–	959,981
Teacher of the Year	–	–	–	–	–	–	–
Waitt Scholarship	1,500	–	10,000	2,500	9,000	–	9,000
Gate Receipts	72,274	–	165,969	142,562	95,681	2,299	97,980
Special Projects	31,883	–	96,547	79,299	49,131	5,101	54,232
Bond and Interest	3,864,373	–	3,797,450	3,147,770	4,514,053	–	4,514,053

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS (continued)

For the year ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encum-brances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Total Municipal Reporting Entity (excluding agency funds)	6,355,947	–	30,545,260	28,294,249	8,606,958	1,464,884	10,071,842
Related Municipal Entities:							
Rose Hill Recreation Commission	931,006	–	635,830	684,127	882,709	124,199	1,006,908
Other Entity:							
Rose Hill Education Foundation	14,921	–	1,492	1,169	15,244	–	15,244
Total Reporting Entity (excluding agency funds)	$ 7,300,382	$ –	$ 31,182,582.000	$ 28,979,545.00	$ 9,503,419.00	$ 1,589,083	$ 11,093,994

* Per K.S.A. 12-1664, the limits of indebtedness may be exceeded by up to 100% of the accrued revenue for intergovernmental grants.

Composition of cash:

Equity Bank , Rose Hill, Kansas:	
General checking now account	$ 3,647,244
Checking account – credit card clearing	27,779
Money market savings account	6,184,576
Checking account – construction	–
Section 125 Benefits	53,451
District activity account	211,782
District office petty cash account	1,500
High school petty cash account	1,500
Middle school petty cash account	1,500
Intermediate school petty cash account	1,000
Elementary school petty cash account	1,000
High school cafeteria change fund	–
Library change fund	120

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS (continued)

For the year ended June 30, 2023

Composition of cash (continued):

Total Equity Bank	$	10,131,452
Municipal Investment Pool		1
Total Municipal Financial Reporting Entity		10,131,453
Less Agency Funds		(59,611)
Total Municipal Financial Reporting Entity (excluding agency funds)		10,071,842
Related Municipal Entity:		
Equity Bank , Rose Hill, Kansas:		
Rose Hill Recreation Commission – interest bearing checking account		901,911
Rose Hill Recreation Commission – money market savings account		104,797
Rose Hill Recreation Commission – petty cash account		200
Total Related Municipal Entity		1,006,908
Other Entity:		
Rose Hill Education Foundation – checking account		15,244
Total Reporting Entity (excluding agency funds)	$	11,093,994

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting entity

Rose Hill Unified School District No. 394 (District) is a municipal corporation established in 1909 and is governed by an elected seven-member board. The District provides a full range of educational services including educational programs for grades K-12, community education programs, Special Education, Title I and Title II-A reading and math programs, professional development activities for educators, testing programs, extra-curricular activities, transportation, food services, maintenance and custodial services and general administrative services.

This financial statement presents Rose Hill Unified School District No. 394 (the municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was created to benefit the District and/or its constituents.

The Rose Hill Recreation Commission was established pursuant to Kansas Statutes to operate a system of public recreation in Rose Hill, Kansas. The District appoints two of the five members of the Recreation Commission Board. The Rose Hill Recreation Commission taxes are levied under the taxing authority of the District. These taxes are accounted for in the Recreation Commission General Fund and Recreation Commission Employee Benefit and Special Liability Fund of the District. The Rose Hill Recreation Commission may not acquire real property or issue debt without the approval of the District. In addition, any lease entered into by the Rose Hill Recreation Commission may be subject to approval by the District. The Rose Hill Recreation Commission's fiscal year end is the same as the District. Separate financial statements may be obtained by contacting the Rose Hill Recreation Commission, 400 S. Rose Hill Road, Rose Hill, Kansas 67133.

The District has also elected to disclose financial information regarding the Rose Hill Education Foundation that does not qualify as a required municipal entity, but is disclosed qualitatively for the reader of the regulatory basis financial statement. The Rose Hill Education Foundation was established January 7, 2003 as a not-for-profit corporation to function exclusively for providing financial support for preserving, maintaining and improving public school education in the Rose Hill School District. The fiscal year of the Rose Hill Education Foundation is the same as the District. Separate financial statements may be obtained by contacting the Rose Hill Education Foundation, 104 North Rose Hill Road, Rose Hill, Kansas 67133.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Regulatory basis fund types

The accounts of the District are organized and operated on the basis of funds, each of which is defined as a fiscal and accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. In accordance with state statutes and District resolutions, several different types of funds are used to record the District's financial transactions. For the regulatory basis financial reporting, they have been grouped and are presented in this report as follows:

General fund - used to account for all financial resources except those required to be accounted for in another fund.

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

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

Agency funds - used to account for assets held by the municipal reporting entity in a purely custodial capacity.

Regulatory basis of accounting and department 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 statutory basis of accounting.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Budgetary information

The District is required by state statute to legally adopt annual operating budgets for the general fund, special revenue funds (unless exempted by specific statute) and the bond and interest funds. Specific special revenue funds exempted from legally adopted budgetary requirements include the Textbook Rental and Student Materials, Contingency Reserve, Gate Receipts, Special Projects funds, Teacher of the Year, COPS Grant funds, Waitt Scholarship, Gate Receipts and Special Projects Funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.

2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.

3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

4. Adoption of the final budget on or before August 25th.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. This process requires a notice of public hearing to amend the budget to be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended June 30, 2023, there were no fund budget amendments.

Kansas 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. The General Fund and Supplemental General Fund budgets represent the legal maximum budgets for each fund as determined by the Kansas Department of Education.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Controls over spending in funds, which are not subject to legal budgets, are controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

Cash and investments

The District maintains a cash and investment pool that is available for use by all funds. The pool has the general characteristics of demand deposit accounts, in that each fund may deposit additional cash at any time and also may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. Each fund type's portion of the pool is displayed on the financial statement.

Cash balances in all funds are considered in determining the amount to be invested except for the Teacher of the Year Fund that utilizes specific investment accounts. All other investment earnings are credited to the General Fund.

Investments are reported at fair value and cash deposits are reported at their carrying amount, which reasonably estimates fair value.

Inventories and prepaid items

Inventories and prepaid items that benefit future periods are recorded as expenditures in the year of purchase.

Compensated absences

The sick/personal leave policy of the District provides for certified personnel to earn thirteen days of leave per year with a maximum accumulation of fifty-five days. Leave days in excess of twenty days, which are designated by the employee, shall be purchased each year by the District at the rate of $75 per day. After five years of employment with the District, upon termination any employee may be reimbursed up to forty days of accumulated leave time. In addition, all certified employees may donate up to three leave days per year to a sick leave pool. Any certified employee, after utilizing all their existing leave days, may make application for up to thirty days from the sick leave pool, provided there are sufficient days in the sick leave pool. The sick leave pool expires at the end of each fiscal year.

All full-time classified employees of the District earn thirteen days of sick leave per year with a maximum accumulation of twenty days. Any sick leave days in excess of the maximum shall be purchased by the District at 100% of the normal pay rate for each employee. Classified personnel also earn two days of personal leave time each year. Personal leave may be accumulated to five days however; a maximum of two days may be carried to the following year. Classified employees may also participate in the sick leave pool discussed above for certified employees. All classified personnel with less than six years of service earn .833 days per month (ten days of vacation pay per year) and employees with more than five years of service earn and additional .0833 days per month for each year they are employed beyond five years to a maximum of twenty days of vacation pay per year. The maximum accumulation per year is twenty days.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Pension plan

Substantially all full-time employees are members of the State of Kansas Public Employees' Retirement System, which is a cost-sharing multi-employer state wide defined benefit pension plan. The State of Kansas is required to contribute the pension costs which are determined annually by the system's actuary. The contributions received from the State of Kansas and payments made to KPERS are accounted for in the KPERS Special Retirement Contribution Fund.

Early retirement

The District maintains a policy of paying early retirement salary to certain former employees, who qualify, for a period of five years, beginning with the first fiscal year after retirement. Early retirement is defined under the program as retirement in the year of intended retirement, where the total years of certified employment plus the age of the employee is equal to or greater than the KPERS designated value for full retirement benefits. In addition, the employee must have at least ten years of employment with the District to qualify for early retirement. A qualified retiree shall be entitled to receive for a maximum of five years $1,040 per month, or until deceased. Further, retirees shall cease to be eligible for early retirement benefits if they accept a certified staff position with the District. Sporadic daily substitute teaching is not considered regular employment. Should the funding liability for this program become financially unreasonable, the District may terminate the program, however, all retirees currently on the program shall continue on the program until the end of their program benefits.

Risk management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain commercial 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 form 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 twenty-one participating members.

The District pays an annual premium to KERMP LLC for its commercial insurance coverage. The agreement to participate provides that 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reimbursed expenditures

Expenditures in the amount of $513,715 are classified as reimbursed expenditures in the General Fund. The purpose of these expenditures is to maintain programs which are reimbursed and are exempt from the budget law under K.S.A. 72-6430.

Reimbursed expenditures are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenditures shown in the financial statements meet the following criteria: (1) the related disbursement was made in the current year on behalf of the payee, (2) the item paid for was directly identifiable as having been used by or provided to the payee and (3) the amount of the reimbursed expenditure was directly tied to the amount of the original cash disbursement.

2. DEPOSITS AND INVESTMENTS

At June 30, 2023, the District had the following investments and maturities:

Investment Type	Fair Value	Carrying Value	Investment Maturities (in years) Less than 1	Rating
Kansas Municipal Investment Pool	$ 1	$ 1	$ 1	S&P AAAf/S1+

K.S.A. 9-1401 establishes the depositories that 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 Federal Depository Insurance (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; non-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. All investments must be insured, registered or held by the District or its agent in the District's name. The District has no investment policy that would further limit its investment choices. The rating of the District's investments is noted above.

2. DEPOSITS AND INVESTMENTS (continued)

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, 2023 is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	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. All deposits were legally secured at June 30, 2023. At June 30, 2023, the District's carrying amount of deposits was $10,071,842 and the bank balances were $10,356,020. The bank balances were held by one bank resulting in a concentration of credit risk. Of the bank balances, $500,000 was covered by federal depository insurance and $9,856,020 was collateralized with securities held by the pledging financial institutions' agents in the District's name. The market value of the securities pledged by the District's bank was $10,605,462 at June 30, 2023.

Custodial credit risk – investments

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

At June 30, 2023, the District had $1 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas legislature. State pooled moneys may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

2. DEPOSITS AND INVESTMENTS (continued)

Related municipal entity cash and deposits

The Rose Hill Recreation Commission (a related municipal entity) cash and deposits at June 30, 2023 consisted of interest bearing checking, money market savings and petty cash accounts. At year-end, the carrying amount of the Commission's deposits was $1,006,908 and the bank balances were $1,019,480. The bank balances were held by one bank resulting in a concentration of credit risk. Of the bank balances, $250,000 was covered by federal depository insurance and $769,480 was collateralized with securities held by the pledging financial institutions' agents in the Commission's name. The market value of the securities pledged by the Commission's bank was $913,807 at June 30, 2023.

Other entity cash and deposits

The Rose Hill Education Foundation (other entity) cash and deposits at June 30, 2023 consisted of a non-interest bearing checking account. At year-end, the carrying amount and the bank balance of the Foundation's deposits was $15,244. The Foundation's deposits were 100% covered by federal depository insurance at June 30, 2023.

3. LONG-TERM DEBT

Changes in long-term liabilities for the District 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 Refunding Bonds, Series 2012	2-2.3	5-1-12	6,575,000	9-1-25	$ 2,930,000	$ –	$ –	$ 2,930,000	$ 67,390
General Obligation Refunding Bonds, Series 2017	2.1	6-5-17	9,855,000	9-1-25	7,570,000	–	2,580,000	4,990,000	131,880
General Obligation School Building Bonds, Series 2018	3-5.00	3-15-18	9,580,000	9-1-30	9,580,000	–	–	9,580,000	368,500
Apple Computers Lease Purchase	1.8	1-17-22	504,900	3-4-25	274,704	–	89,899	184,805	5,067
Apple Computers Lease Purchase	1.8	1-17-22	152,700	3-4-25	110,426	–	36,138	74,288	2,037
Copy Machines Lease Purchase	–	10-21-20	121,562	1-15-26	81,041	–	23,155	57,886	–
Total contractual indebtedness					20,546,171	–	2,729,192	17,816,979	574,874
Early Retirement					698,880	312,000	212,160	798,720	–
Compensated absences					729,950	570,109	593,188	706,871	–
Total long-term debt					$21,975,001	$ 882,109	$ 3,534,540	$19,322,750	$ 574,874

3. LONG-TERM DEBT (continued)

General obligation bonds

On May 1, 2012 the Board of Education issued in the principal amount $6,575,000 of General Obligation Refunding Bonds, Series 2012, to advance refund $6,105,000 of Series 2004 Bonds on September 1, 2014. At the option of the District, the Series 2012 Refunding Bonds maturing on September 1, 2024 will be subject to redemption and payment prior to their stated maturity on September 1, 2018 and thereafter, as a whole or in part at any time, at their par value plus accrued interest to the redemption date.

On June 5, 2017 the Board of Education issued in the principal amount $9,855,000 of General Obligation Refunding Bonds, Series 2017, to advance refund $9,505,000 of Series 2007 Bonds on September 1, 2017. At the option of the District, the Series 2017 Refunding Bonds maturing on September 1, 2026 will be subject to redemption and payment prior to their stated maturity on September 1, 2024 and thereafter, as a whole or in part at any time, at their par value plus accrued interest to the redemption date.

On March 15, 2018 the Board of Education issued in the principal amount $9,580,000 of General Obligation School Building Bonds, Series 2018, to pay the costs to:

(a) construct, equip and furnish an addition to the existing Rose Hill Primary/Intermediate School Building to create additional space for Early Childhood and Preschool education programs;
(b) construct, equip and furnish an addition to the existing Rose Hill High School to create additional classroom space for the District's Academy education program;
(c) acquire and install equipment for enhanced security entrances at existing District attendance centers;
(d) make renovations and improvements to Rose Hill Middle School including renovation of locker rooms and showers, and replacement of flooring at the Multipurpose facility;

3. LONG-TERM DEBT (continued)

(e) make improvements to District buildings including replacement of rooftop HVAC units, upgrades to the high school intercom system, replacement of lockers at Rose Hill High School, acquisition of cameras for enhanced building security, replacement of lighting in District parking lots, and acquisition of property financed by an Energy Efficiency Lease Purchase Agreement in 2018;
(f) make needed improvements to District parking lots, drives and roads;
(g) make all other necessary improvements appurtenant thereto;
(h) pay the costs of issuance and interest on said general obligation bonds of the District during construction of the projects.

Remaining debt service requirements for general obligation bonds will be paid from the Bond and Interest Fund with future property tax revenues and state financial assistance.

The annual debt service requirements for the outstanding general obligation bonds at June 30, 2023 is as follows:

	Series 2012			Series 2017			Series 2018		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2024	$ –	67,390	$ 67,390	2,735,000	$ 76,072	$ 2,811,072	$ –	$ 368,500	$ 368,500
2025	2,930,000	33,695	2,963,695	–	47,355	47,355	–	368,500	368,500
2026	–	–	–	2,255,000	23,677	2,278,677	200,000	363,500	563,500
2027	–	–	–	–	–	–	1,340,000	325,000	1,665,000
2028	–	–	–	–	–	–	1,470,000	254,750	1,724,750
2029	–	–	–	–	–	–	2,090,000	176,200	2,266,200
2030	–	–	–	–	–	–	2,200,000	101,400	2,301,400
2031	–	–	–	–	–	–	2,280,000	34,200	2,314,200
	$2,930,000	$ 101,085	$ 3,031,085	$4,990,000	$ 147,104	$ 5,137,104	$ 9,580,000	$1,992,050	$11,572,050

	Totals		
Year	Principal	Interest	Total
2024	2,735,000	511,962	3,246,962
2025	2,930,000	449,550	3,379,550
2026	2,455,000	387,178	2,842,178
2027	1,340,000	325,000	1,665,000
2028	1,470,000	254,750	1,724,750
2029	2,090,000	176,200	2,266,200
2030	2,200,000	101,400	2,301,400
2031	2,280,000	34,200	2,314,200
	$17,500,000	$ 2,240,239	$ 19,740,239

3. LONG-TERM DEBT (continued)

Capital lease obligations

During the year ended June 30, 2022 the Board of Education entered into a lease-purchase agreement with a vendor for the purchase of copying machines. The agreements provide for monthly payments, including interest, of $1,930 through January 2026.

During the year ended June 30, 2022, the Board of Education entered into a lease-purchase agreement with a vendor for the purchase of computers. The agreement provides for annual payments, including interest, of $133,142 through March 2025.

The annual requirements to amortize the capital lease obligations outstanding at June 30, 2023, including interest, is as follows:

Year ending June 30,	Copy Machines	Apple Computers	Total
2024	$ 23,155	$ 133,142	$ 156,297
2025	23,155	133,142	156,297
2026	11,576	–	11,576
Total minimum lease payments	57,886	266,284	324,170
Less amounts representing interest	–	(7,191)	(7,191)
Present value of net minimum Lease payments	$ 57,886	$ 259,093	$ 316,979

Early retirement plan

The District maintains a policy of paying early retirement salary to certain former employees, who qualify, for a period from the early retirement date until age 65. The District's scheduled payments for those former employees electing early retirement as of June 30, 2023 is as follows:

Year Ending June 30,	Amount
2024	$ 249,600
2025	224,640
2026	137,280
2027	124,800
2028	62,400
	$ 798,720

3. LONG-TERM DEBT (continued)

Arbitrage liability

In 1986, Federal law changed making it illegal for an entity to issue tax-exempt debt, reinvest those proceeds in a tax-deductible instrument and make an arbitrage profit on the differential in interest rates. A calculation was created which established the methodology for determining if the tax-exempt debt proceeds were invested to yield a profit. If a profit exists, all of that profit must be rebated to the U.S. Treasury. Payments are due every five years and on final redemption date or maturity of the bond issue.

The District has issued bonds since the implementation of the Federal law and such bonds are subject to arbitrage regulations. At June 30, 2023, the District does not have an outstanding liability for arbitrage earnings.

Continuing disclosure requirements

The Securities and Exchange Commission of the United States has adopted Rule 15c2-12 (the Rule) in order to regulate and improve the market for securities (generally Bonds) issued by state and local governmental bodies (Governmental Issuers). The Rule directly regulates only bond underwriters (the parties that purchase bonds with a view of reselling them), but indirectly requires persons committed to support payment of Bonds (Obligated Persons) to make continuing disclosure. The Rule requires that an underwriter, prior to purchasing or selling Bonds in connection with a covered Bond offering, determine that the Governmental Issuer, has undertaken in writing to provide every nationally recognized municipal securities information repository and to the appropriate State information depository, if any, the following:

- By a specified date, annual financial and operating information for the Governmental Issuer for whom financial information or operating data is presented in the official statement (an Annual Information Filing);
- When and if available, audited financial statements for Obligated Persons (Audits);
- In a timely manner, notice of the occurrence of one of eleven material events (a Material Event Filing); and
- In a timely manner, notice of a failure of any person required to provide the Annual Information Filing referred to above, on or before the date specified in the continuing disclosure agreement (Notice of Failure).

3. LONG-TERM DEBT (continued)

The specific continuing disclosure obligations required is set forth in the District's "continuing disclosure instructions" included with its Bond issuance documents. Those documents require the District to provide the Annual Information Filing within 180 days after the end of the District's fiscal year. The District is in compliance with the continuing disclosure requirements at April 15, 2024.

5. INTERFUND TRANSFERS

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

From	To	Statutory Authority	Amount
General	Special Education	K.S.A. 72-6428	$ 1,642,700
General	At-Risk	K.S.A. 72-6428	1,047,036
General	Vocational Education	K.S.A. 72-6428	200,000
General	Bilingual Education	K.S.A. 72-6428	10,000
General	Virtual Education	K.S.A. 72-6428	50,000
Supplemental General	Virtual Education	K.S.A. 72-6433	135,000
Supplemental General	Vocational Education	K.S.A. 72-6433	110,000
Supplemental General	Bilingual Education	K.S.A. 72-6433	80,000
Supplemental General	Parent Education	K.S.A. 72-6433	34,605
Supplemental General	Special Education	K.S.A. 72-6433	415,752
Supplemental General	At-Risk	K.S.A. 72-6433	354,548
Supplemental General	Four Year Old At-Risk	K.S.A. 72-6433	135,000
			$ 4,214,641

6. 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. KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. 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 at www.kpers.org or by writing to KPERS, 611 S. Kansas Avenue, Suite 100, Topeka, Kansas 66603 or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

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

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

6. PENSION PLAN (continued)

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 $ 1,485,836 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 $13,703,397. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

7. OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the District is required to allow retirees to participate in its group health insurance plan. While each retiree is required to pay the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in the accompanying financial statement and management believes any impact on the financial statement is not significant.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and their eligible dependents.

Certain requirements are outlined by the federal government for this coverage. The premium is paid entirely by the insured and there is no cost to the District under this program.

8. TERMINATION BENEFITS

The District provides an early retirement program for certain eligible employees as discussed at Notes 1 and 3. Those eligible under this program may receive benefits from the early retirement election date up to age 65, for retirees prior to July 1, 2006, and for up to five years for retirees subsequent to July 1, 2006. Payments to retired employees under this plan were $212,160 for the year ended June 30, 2023.

9. COMMITMENTS AND CONTINGENCIES

At June 30, 2023, the District had outstanding commitments of $217,233, including textbook materials of $15,807, fire alarm upgrades $8,053 and refinish gym floors of $6,865.

10. SUBSEQUENT EVENTS

The District has evaluated subsequent events through April 15, 2024 the date which the financial statement was available to be issued. There were no events during that period which would impact this financial statement.

REGULATORY REQUIRED

SUPPLEMENTARY INFORMATION

Schedule 1

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET – REGULATORY BASIS (BUDGETED FUNDS ONLY)

For the year ended June 30, 2023

	Certified Budget	Adjustment to Comply with Legal Maximum	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
General Fund	$ 11,904,312	$ –	$ 513,445	$ 12,417,757	$ 12,417,757	$ –
Special Purpose Funds:						
Supplemental General	3,845,770	(136,244)	–	3,709,526	3,709,526	–
Four Year Old At-Risk	155,000	–	–	155,000	133,015	21,985
At-Risk	1,586,899	–	–	1,586,899	1,338,450	248,449
Bilingual Education	90,000	–	–	90,000	88,778	1,222
Virtual Education	227,242	–	–	227,242	181,208	46,034
Capital Outlay	2,854,741	–	–	2,854,741	905,869	1,948,872
Driver Training	57,533	–	–	57,533	37,304	20,229
Extraordinary School	6,000	–	–	6,000	640	5,360
Food Service	1,019,694	–	–	1,019,694	912,402	107,292
Professional Development	11,499	–	–	11,499	–	11,499
Parent Education	69,210	–	–	69,210	69,210	–
Special Education	2,381,708	–	–	2,381,708	2,056,694	325,014
Vocational Education	327,271	–	–	327,271	312,861	14,410
KPERS Special Retirement Contribution	1,499,000	–	–	1,499,000	1,485,836	13,164
Historical Society	53,000	–	–	53,000	52,999	1
Recreation Commission General	404,000	–	–	404,000	404,000	–
Recreation Commission Employee Benefit and Special Liability	79,000	–	–	79,000	78,999	1
Federal Funds	815,691	–	–	815,691	731,602	84,089
Gifts and Grant	477,343	–	–	477,343	299,617	177,726
Bond and Interest	3,147,770	–	–	3,147,770	3,147,770	–

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

GENERAL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET– REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Mineral tax	$ 6	$ 17	$ –	$ 17
General state aid	9,124,067	9,905,421	10,261,612	(356,191)
Special Education state aid	1,402,399	1,435,159	1,642,700	(207,541)
KPERS state aid	–	–	–	–
Other receipts	–	50,000	–	50,000
Reimbursed expenditures	618,912	513,715	–	513,715
Total cash receipts	11,145,384	11,904,312	$ 11,904,312	$ –
Expenditures and transfers:				
Instruction	5,915,880	5,665,060	$ 6,078,200	$ 413,140
Student support services	466,996	502,398	475,250	(27,148)
Instructional support services	423,315	408,928	434,400	25,472
General administration	66,893	63,499	61,380	(2,119)
School administration	875,914	886,298	889,000	2,702
Operations and maintenance	816,085	814,550	701,643	(112,907)
Student transportation services	4,662	8,415	4,000	(4,415)
Other supplemental services	394,115	605,428	231,000	(374,428)
Transfers out	2,181,524	2,949,736	3,029,439	79,703
Adjustment to comply with legal maximum budget	–	–	–	–
Total General Fund legal expenditures	11,145,384	11,904,312	11,904,312	–
Adjustment for qualifying budget credits	–	–	513,445	513,445
Total expenditures and transfers	11,145,384	11,904,312	$ 12,417,757	$ 513,445
Cash receipts and transfers over (under) expenditures	–	–		
Unencumbered cash balance, beginning of year	–	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 983,877	$ 1,106,626	$ 1,165,673	$ (59,047)
Delinquent tax	31,369	23,898	8,498	15,400
Motor vehicle and 16/20 truck tax	149,675	156,030	181,230	(25,200)
In lieu of tax	–	–	–	–
Recreational vehicle tax	3,514	3,809	41,338	(37,529)
Commercial vehicle tax	2,169	2,605	2,935	(330)
State Aid	2,237,707	2,400,805	2,488,982	(88,177)
Total cash receipts	3,408,311	3,693,773	$ 3,888,656	$ (194,883)
Expenditures:				
Instruction	108,395	130,197	$ 99,466	$ (30,731)
Student support services	27,750	28,500	27,000	(1,500)
Instructional support staff	44,051	12,837	45,500	32,663
General administration	179,051	269,644	173,700	(95,944)
School administration	26,343	49,097	28,500	(20,597)
Operations and maintenance	1,081,968	1,186,404	1,130,080	(56,324)
Student transportation	369,866	370,929	376,935	6,006
Other supplemental services	297,949	383,375	277,582	(105,793)
Community services	11,072	13,638	–	(13,638)
Transfers out	1,292,478	1,264,905	1,687,007	422,102
Adjustments to comply with legal maximum budget	–	–	(136,244)	(136,244)
Total expenditures	3,438,923	3,709,526	$ 3,709,526	$ –
Expenditures over cash receipts and transfers	(30,612)	(15,753)		
Unencumbered cash, beginning of year	114,580	83,968		
Unencumbered cash, end of year	$ 83,968	$ 68,215		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FOUR YEAR OLD AT-RISK FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Transfers in	$ 121,892	$ 135,000	$ 150,000	$ (15,000)
Expenditures:				
Instruction	121,864	133,015	$ 155,000	$ 21,985
Cash receipts and transfers over (under) expenditures	28	1,985		
Unencumbered cash balance, beginning of year	4,972	5,000		
Unencumbered cash balance, end of year	$ 5,000	$ 6,985		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

AT-RISK FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Fees	$ –	$ –	$ –	$ –
Transfers in	890,396	1,401,584	1,581,899	(180,315)
Total cash receipts and transfers	890,396	1,401,584	$ 1,581,899	$ (180,315)
Expenditures:				
Instruction	895,163	1,338,450	$ 1,586,899	$ 248,449
Cash receipts and transfers over (under) expenditures	(4,767)	63,134		
Unencumbered cash balance, beginning of year	9,767	5,000		
Unencumbered cash balance, end of year	$ 5,000	$ 68,134		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

BILINGUAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Transfers in	$ 86,573	$ 90,000	$ 85,000	$ 5,000
Expenditures:				
Instruction	86,546	88,778	$ 90,000	$ 1,222
Cash receipts and transfers over expenditures	27	1,222		
Unencumbered cash balance, beginning of year	4,973	5,000		
Unencumbered cash balance, end of year	$ 5,000	$ 6,222		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

VIRTUAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Transfers in	$ 161,921	$ 185,000	$ 222,242	$ (37,242)
Expenditures:				
Instruction	171,921	181,208	$ 227,242	$ 46,034
Cash receipts and transfers over (under) expenditures	(10,000)	3,792		
Unencumbered cash balance, beginning of year	15,000	5,000		
Unencumbered cash balance, end of year	$ 5,000	$ 8,792		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CAPITAL OUTLAY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Taxes and shared receipts:				
Ad valorem property tax	$ 650,184	$ 725,115	$ 784,119	$ (59,004)
Motor vehicle and 16/20M truck tax	88,760	96,377	169,031	(72,654)
Recreational vehicle tax	2,091	2,359	3,860	(1,501)
Commercial vehicle tax	1,303	1,686	2,738	(1,052)
In lieu of tax	–	–	–	–
Delinquent tax	18,593	15,011	8,435	6,576
Transfer in	3,000	–	–	–
State aid	422,304	477,974	482,876	(4,902)
Interest	10,904	77,695	–	77,695
Reimbursements		220,000		
Miscellaneous	27,750	123,504	–	123,504
Total cash receipts and transfers	1,224,889	1,739,721	$ 1,451,059	$ 68,662
Expenditures:				
Instruction	302,367	300,138	$ 900,000	$ 599,862
Support Services	–	56	100	44
General administration	9,707	1,420	15,000	13,580
School administration	18,429	20,723	25,000	4,277
Operations and maintenance	33,229	321,662	365,300	43,638
Student transportation	284,921	17,116	340,000	322,884
Other supplemental services	1,855	780	5,000	4,220
Facilities acquisition and construction services	142,012	243,974	1,204,341	960,367
Debt service	–	–	–	–
Total expenditures	792,520	905,869	$ 2,854,741	$ 1,948,872
Cash receipts and transfers over expenditures	432,369	833,852		
Unencumbered cash balance, beginning of year	1,093,026	1,525,395		
Unencumbered cash balance, end of year	$ 1,525,395	$ 2,359,247		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

DRIVER TRAINING FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Fees	$ 18,310	$ 17,038	$ –	$ 17,038
State aid	7,076	10,220	11,475	(1,255)
Total cash receipts	25,386	27,258	$ 11,475	$ 15,783
Expenditures:				
Instruction	19,115	37,304	$ 45,500	$ 8,196
Instructional support staff	–	–	500	500
Operations and maintenance	–	–	11,533	11,533
Total expenditures	19,115	37,304	$ 57,533	$ 20,229
Cash receipts and transfers over (under) expenditures	6,271	(10,046)		
Unencumbered cash balance, beginning of year	39,787	46,058		
Unencumbered cash balance, end of year	$ 46,058	$ 36,012		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

EXTRAORDINARY SCHOOL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Fees	$ 1,160	$ 1,620	$ –	$ 1,620
Expenditures:				
Instruction	–	640	$ 6,000	$ 5,360
Cash receipts over expenditures	1,160	980		
Unencumbered cash balance, beginning of year	4,840	6,000		
Unencumbered cash balance, end of year	$ 6,000	$ 6,980		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FOOD SERVICE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Charges for services	$ 40,163	$ 323,131	$ 236,188	$ 86,943
Federal and state aid	1,184,593	499,091	336,780	162,311
Miscellaneous	359	7,394	2,500	4,894
Total cash receipts	1,225,115	829,616	$ 575,468	$ 254,148
Expenditures:				
Operations and Maintenance	66,178	2,282	$ 51,000	$ 48,718
Food service	890,906	910,120	968,694	58,574
Adjustment for Qualifying Budget Credits	–	–	–	–
Total expenditures	957,084	912,402	$ 1,019,694	$ 107,292
Cash receipts over (under) expenditures	268,031	(82,786)		
Unencumbered cash balance, beginning of year	176,195	444,226		
Unencumbered cash balance, end of year	$ 444,226	$ 361,440		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REULGATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Transfers in	$ –	$ –	$ –	$ –
Miscellaneous	–	–	1,500	(1,500)
Total cash receipts	–	–	$ 1,500	$ (1,500)
Expenditures and transfers:				
Instructional support services	–	–	$ 11,499	$ 11,499
Cash receipts over expenditures	–	–		
Unencumbered cash balance, beginning of year	10,000	10,000		
Unencumbered cash balance, end of year	$ 10,000	$ 10,000		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

PARENT EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
State aid	$ 34,824	$ 34,605	$ 34,605	$ –
Transfers in	34,824	34,605	34,605	–
Total cash receipts and transfers	69,648	69,210	$ 69,210	$ –
Expenditures:				
Student support services	68,193	65,740	$ 67,710	$ 1,970
Instructional support staff	1,455	3,470	1,500	(1,970)
Total expenditures	69,648	69,210	$ 69,210	$ –
Cash receipts over expenditures	–	–		
Unencumbered cash balance, beginning of year	–	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394
SPECIAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Miscellaneous	$ 27,345	$ 18,114	$ –	$ 18,114
Federal grants	33,598	–	33,598	(33,598)
Transfers in	1,860,265	2,058,452	2,342,700	(284,248)
Total cash receipts and transfers	1,921,208	2,076,566	$ 2,376,298	$ (299,732)
Expenditures:				
Instruction	1,836,160	1,877,112	$ 2,211,708	$ 334,596
Student support services	697	588	–	(588)
Student transportation services	177,581	178,994	170,000	(8,994)
Total expenditures	2,014,438	2,056,694	$ 2,381,708	$ 325,014
Cash receipts and transfers over (under) expenditures	(93,230)	19,872		
Unencumbered cash balance, beginning of year	98,640	5,410		
Unencumbered cash balance, end of year	$ 5,410	$ 25,282		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

VOCATIONAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Federal grants	$ 8,038	$ 7,550	$ 22,271	$ (14,721)
Yearbook/Student Fees	2,503	60	–	60
Transfers in	315,131	310,000	300,000	10,000
Total cash receipts and transfers	325,672	317,610	$ 322,271	$ (4,661)
Expenditures:				
Instruction	320,672	312,861	$ 327,271	$ 14,410
Instructional support services	–	–	–	–
Total expenditures	320,672	312,861	$ 327,271	$ 14,410
Cash receipts over expenditures	5,000	4,749		
Unencumbered cash balance, beginning of year	–	5,000		
Unencumbered cash balance, end of year	$ 5,000	$ 9,749		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
KPERS state aid	$ 1,420,853	$ 1,485,836	$ 149,999	$ 1,335,837
Expenditures:				
Instruction	883,327	910,610	$ 929,205	$ 18,595
Student Support	62,391	80,554	66,135	(14,419)
Instructional Support	46,703	50,434	49,500	(934)
General Administration	31,294	24,096	33,175	9,079
School Administration	111,878	119,080	118,590	(490)
Other Support Services	45,679	42,729	48,420	5,691
Operations & Maintenance	114,668	112,075	121,550	9,475
Student Transportation	41,505	54,917	44,000	(10,917)
Others Supplemental Services	47,390	54,076	50,250	(3,826)
Food Service	36,018	37,265	38,175	910
Total expenditures	1,420,853	1,485,836	$ 1,499,000	$ 13,164
Cash receipts over expenditures	–	–		
Unencumbered cash balance, beginning of year	–	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

HISTORICAL SOCIETY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 40,570	$ 42,811	$ 42,823	$ (12)
Delinquent tax	915	823	352	471
Motor vehicle and 16/20M truck tax	7,164	6,045	7,049	(1,004)
Recreational vehicle tax	171	147	161	(14)
Commercial vehicle tax	170	105	114	(9)
In lieu of tax	–	–	–	–
Total cash receipts	48,990	49,931	$ 50,499	$ (568)
Expenditures:				
Community service	58,500	52,999	$ 53,000	$ 1
Expenditures over cash receipts	(9,510)	(3,068)		
Unencumbered cash balance, beginning of year	16,410	6,900		
Unencumbered cash balance, end of year	$ 6,900	$ 3,832		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

RECREATION COMMISSION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 310,946	$ 347,146	$ 346,436	$ 710
Delinquent tax	8,944	7,192	2,689	4,503
Motor vehicle and 16/20M truck tax	43,075	46,285	53,940	(7,655)
Recreational vehicle tax	1,011	1,128	1,231	(103)
Commercial vehicle tax	626	806	874	(68)
In lieu of tax	–	–	–	–
Total cash receipts	364,602	402,557	$ 405,170	$ (2,613)
Expenditures:				
Community service	378,000	404,000	$ 404,000	$ –
Expenditures over cash receipts	(13,398)	(1,443)		
Unencumbered cash balance, beginning of year	15,636	2,238		
Unencumbered cash balance, end of year	$ 2,238	$ 795		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

RECREATION COMMISSION EMPLOYEE BENEFIT AND SPECIAL LIABILITY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 57,256	$ 65,921	$ 65,791	$ 130
Delinquent tax	2,104	1,507	493	1,014
Motor vehicle and 16/20M truck tax	10,154	10,192	11,784	(1,592)
Recreational vehicle tax	238	249	269	(20)
Commercial vehicle tax	148	158	191	(33)
In lieu of tax	–	–	–	–
Total cash receipts	69,900	78,027	$ 78,528	$ (501)
Expenditures:				
Community service	75,000	78,999	$ 79,000	$ 1
Expenditures over cash receipts	(5,100)	(972)		
Unencumbered cash balance, beginning of year	13,547	8,447		
Unencumbered cash balance, end of year	$ 8,447	$ 7,475		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FEDERAL FUNDS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared revenues:				
Title I	$ 95,269	$ 192,591	$ 192,591	$ –
Title II-A	32,154	33,900	33,900	–
Title IV	3,593	30,970	30,970	–
SPARK	–	–	–	–
ESSER -II	240,088	147,481	397,323	(249,842)
ESSER- III	–	996,718	1,164,911	(168,193)
Other	79,161	53,796	–	53,796
Total cash receipts	450,265	1,455,456	$ 1,819,695	$ (364,239)
Expenditures:				
Instruction	910,603	450,222	$ 635,720	$ 185,498
Student Support Services	157,404	126,865	72,500	(54,365)
Instructional Support Staff	51,171	31,304	100,000	68,696
General Administration	3,300	1,400	3,000	1,600
School Administration	122,747	75,000	–	(75,000)
Other Support Services	46,929	16,450	3,471	(12,979)
Operation and Maintenance	46,444	14,650	–	(14,650)
Transportation Services	20,659	7,311	1,000	(6,311)
Food Service Operations	15,258	8,400	–	(8,400)
Total expenditures	1,374,515	731,602	$ 815,691	$ 84,089
Cash receipts and transfers over (under) expenditures	(924,250)	723,854		
Unencumbered cash balance, beginning of year	(79,755)	(1,004,005)		
Unencumbered cash balance, end of year	$ (1,004,005)	$ (280,151)		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

COPS GRANT FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2023	2022
Cash receipts:		
Grants	$ 99,911	$ –
Expenditures:		
Operations & Maintenance	99,911	–
Expenditures under cash receipts	–	–
Unencumbered cash balance, beginning of year	–	–
Unencumbered cash balance, end of year	$ –	$ –

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

GIFTS AND GRANTS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Gifts and grants	$ 276,916	$ 289,370	$ 280,000	$ 9,370
State and Federal Sources	–	–	151,967	(151,967)
Miscellaneous	1,000	10,519	500	10,019
Total cash receipts	277,916	299,889	$ 432,467	$ (132,578)
Expenditures:				
Instruction	50,730	49,804	$ 50,056	$ 252
Student support services	83,906	122,554	211,287	88,733
Instructional support services	580	8,113	–	(8,113)
Other supplemental services	169,000	113,000	–	(113,000)
Transportation	640	6,146	216,000	209,854
Food Service	–	–	–	–
Adjustement for Qualifying Budget Credits	–	–	–	186,856
Total expenditures	304,856	299,617	$ 477,343	$ 364,582
Cash receipts and transfers over (under) expenditures	(26,940)	272		
Unencumbered cash balance, beginning of year	71,816	44,876		
Unencumbered cash balance, end of year	$ 44,876	$ 45,148		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

TEXTBOOK RENTAL AND STUDENT MATERIALS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30, 2023	Year ended June 30, 2022
Cash receipts and transfers:		
Rental fees and sales	$ 132,417	$ 122,438
Expenditures:		
Instruction	96,998	204,215
Instructional support services	21,887	34,925
Total expenditures	118,885	239,140
Cash receipts and transfers over (under) expenditures	13,532	(116,702)
Unencumbered cash balance, beginning of year	221,423	338,125
Unencumbered cash balance, end of year	$ 234,955	$ 221,423

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CONTINGENCY RESERVE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2023	2022
Cash receipts and transfers:		
Transfers in	$ –	$ –
Expenditures:		
Transfers out	–	–
Cash receipts and transfers over expenditures	–	–
Unencumbered cash balance, beginning of year	959,981	959,981
Unencumbered cash balance, end of year	$ 959,981	$ 959,981

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

TEACHER OF THE YEAR AWARD FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2023	2022
Cash receipts:		
Miscellaneous	$ –	$ 118
Expenditures:		
Teacher of the year awards	–	400
Expenditures over cash receipts	–	(282)
Unencumbered cash balance, beginning of year	–	282
Unencumbered cash balance, end of year	$ –	$ –

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

WAITT SCHOLARSHIP FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2023	2022
Cash receipts:		
Scholarship revenue	$ 10,000	$ –
Interest	–	–
Total cash receipts	10,000	–
Expenditures:		
Instruction	2,500	1,500
Total expenditures	2,500	1,500
Cash receipts and transfers over (under) expenditures	7,500	(1,500)
Unencumbered cash balance, beginning of year	1,500	3,000
Unencumbered cash balance, end of year	$ 9,000	$ 1,500

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

BOND AND INTEREST FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2023		
	2022 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 1,499,527	$ 1,673,750	$ 1,670,386	$ 3,364
Delinquent tax	40,000	33,536	12,992	20,544
Motor vehicle and 16/20M truck tax	194,524	213,942	249,795	(35,853)
Recreational vehicle tax	4,565	5,212	5,704	(492)
Commercial vehicle tax	2,834	3,837	4,046	(209)
In lieu of tax	–	–	–	–
State aid	1,760,428	1,867,173	1,867,173	–
Miscellaneous	–	–	–	–
Proceeds from general obligation bonds	–	–	–	–
Total cash receipts	3,501,878	3,797,450	$ 3,810,096	$ (12,646)
Expenditures:				
Principal	2,430,000	2,580,000	$ 2,580,000	$ –
Interest	623,368	567,770	567,770	–
Bond issue cost	–	–	–	–
Payment to bond escrow agent	–	–	–	–
Total expenditures	3,053,368	3,147,770	$ 3,147,770	$ –
Cash receipts over expenditures	448,510	649,680		
Unencumbered cash balance, beginning of year	3,415,863	3,864,373		
Unencumbered cash balance, end of year	$ 3,864,373	$ 4,514,053		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

DISTRICT ACTIVITY FUNDS

SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS

For the year ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encum-brances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:							
High School:							
Athletics	$ 66,790	$ –	$ 126,603	$ 114,594	$ 78,799	$ 1,872	$ 80,671
Middle School:							
Athletics	5,484	–	39,366	27,968	16,882	427	17,309
Total gate receipts	72,274	–	165,969	142,562	95,681	2,299	97,980
Special Projects:							
High School:							
Building Fundraising	26	–	–	–	26	–	26
Concessions	11,924	–	43,524	44,004	11,444	–	11,444
Total High School	11,950	–	43,524	44,004	11,470	–	11,470
Middle School:							
Building Fundraising	16,061	–	20,608	22,201	14,468	1,534	16,002
Accelerated Reader	–	–	3,576	3,265	311	–	311
Memory book	893	–	–	813	80	–	80
Concessions	302	–	–	–	302	–	302
Total Middle School	17,256	–	24,184	26,279	15,161	1,534	16,695
Intermediate School:							
School fund raising	1,977	–	–	–	1,977	–	1,977
Elementary School:							
Student Activity	700	–	28,839	9,016	20,523	3,567	24,090
Total Special Projects	31,883	–	96,547	79,299	49,131	5,101	54,232
Total District Activity Funds	$ 104,157	$ –	$ 262,516	$ 221,861	$ 144,812	$ 7,400	$ 152,212

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

ALL AGENCY FUNDS

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS – REGULATORY BASIS

For the Year Ended June 30, 2023

Fund	Beginning cash balance	Cash receipts	Cash disbursements	Ending cash balance
Student Organizations:				
High School:				
Class of 2017	$ 438	$ 1,433	$ 1,871	$ –
Class of 2018	37	701	613	125
Class of 2019	125	1,578	1,150	553
Class of 2020	–	1,187	892	295
Class of 2021	–	–	–	–
Class of 2022	63	–	63	–
Student council	561	11,569	10,657	1,473
FBLA	1,083	195	323	955
Kays	1,808	6,033	5,311	2,530
Band	8,283	21,923	8,655	21,551
Drama	3,937	1,849	427	5,359
Dance Team	–	4,000	2,671	1,329
Cheerleaders	4,110	4,593	5,995	2,708
Foreign Language	198	–	–	198
FCA	182	–	–	182
Vocal music	2,630	1,270	1,595	2,305
FCCLA	459	–	59	400
National Honor Society	1,348	890	770	1,468
SADD	364	–	–	364
Yearbook	300	947	94	1,153
TSA	2,285	6,064	6,627	1,722
Thespians	308	323	107	524
Green Club	511	1,407	991	927
Prom	2,523	6,066	3,554	5,035
Color Guard	–	2,322	646	1,676
RH Lettermen's club	103	–	–	103
Total High School	31,656	74,350	53,071	52,935
Middle School:				
Band	–	–	–	–
Drama	2,232	2,342	1,412	3,162
Student book club	–	–	–	–
Chain links club	–	–	–	–
Vocal Music	496	9,362	9,097	761
Cheer	258	9,624	9,314	568
Student council	3,443	2,199	3,752	1,890
Total Middle School	6,429	23,527	23,575	6,381
Intermediate School:				
Student council	1,014	–	776	238
Total Student Organizations	$ 39,099	$ 97,877	$ 77,422	$ 59,554
Sales Tax	$ 435	$ 31,804	$ 32,182	$ 57

SUPPLEMENTARY INFORMATION

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2023

Federal Grantor/Program Title	Federal CDFA Number	Identifying Number	Federal Expenditures
U.S Department of Health and Human Services			
Passed Through State Department of Education:			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	3056-3200	$ 88,679
Total U.S. Department of Health and Human Services			88,679
U.S. Department of Education			
Passed Through State Department of Education:			
Tiltle I to Local Educational Agencies	84.010A	3532-3520	192,591
Supporting Effective Instruction	84.367A	3526-3860	33,900
Student Support & Academic Enrichment	84.424A	3113-3113	30,970
COVID-19 - Elementary & Secondary School Emergency Relief Fund	84.425D,U	3233-3040	450,096
Total U.S. Department of Education			707,557
U.S. Department of Agriculture			
Passed Through State Department of Education:			
Child Nutrition Cluster:			
Summer Food Service Program	10.559	3230-3020	45,425
School Breakfast Program	10.553	3529-3490	60,791
National School Lunch Program	10.555	3530-3500	379,256
Total U.S. Department of Agriculture			485,472
U.S. Federal Communications Commission			
COVID-19 Emergency Connectivity Program	32.009		220,000
U.S. Department of Justice			
COPS - School Violence Prevention (SVPP)	16.710		99,911
Total Schedule of Expenditures of Federal Awards			$ 1,281,708

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2023

Note A: General

The schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2, U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Note B: Indirect Cost Rate

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

Note C: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. This is the same basis of accounting used in the District's regulatory basis financial statements. The information presented in this schedule is in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

UNIFIED SCHOOL DISTRICT NO. 394
ROSE HILL, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended June 30, 2023

A. SUMMARY OF AUDITOR'S RESULTS

Financial Statement:

Type of audit report issued:	Unmodified (Regulatory Basis) Adverse - GAAP		
Internal Control over Financial Reporting:			
Material weakness(es) identified?	_____ Yes	X No	
Significant deficiency(ies) identified?	_____ Yes	X None reported	
Non compliance or other matters required to be reported under Government Auditing Standards?	_____ Yes	X No	
Federal Awards:			
Internal control over major programs:			
Material weakness(es) identified?	_____ Yes	X No	
Significant deficiency(ies) identified?	_____ Yes	X None reported	

The auditors' report on compliance for the major federal award programs for Unified School District No. 394 expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ Yes X No

Identification of major programs:

Assistance Listing Number	Name of Federal Program of Cluster
84.425D,U	COVID-19 Education Stabiliazation Fund

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

Auditee qualified as a low risk auditee? _____ Yes X No

B. FINDINGS - FINANCIAL STATEMENT AUDIT

None.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None.

GBN, P.A.

12001 E. 13th Street North • Wichita, Kansas 67206 • Telephone (316) 262-6277

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*

Board of Education
Rose Hill Unified School District No. 394
Rose Hill, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the statutory basis financial statements of Unified School District No. 294, Rose Hill, Kansas, (the District) as of and for the year ended June 30, 2023, and have issued our report thereon dated April 15, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we 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 statements, 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements 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 statutory basis financial statements are 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 statements. 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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

GBN, P.A.

Wichita, Kansas
April 15, 2024

GBN, P.A.

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

Board of Education
Rose Hill Unified School District No. 394
Rose Hill, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Unified School District No. 394, Rose Hill, Kansas, (the District) with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on each of Unified School District No. 394's major federal programs for the year ended June 30, 2023. Unified School District No. 394'smajor federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Unified School District No. 394 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 other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations 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 Unified School District No. 394 and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Unified School District No. 394'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 Unified School District No. 394's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Unified School District No. 394's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Unified School District No. 394's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Unified School District No. 394's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of Unified School District No. 394's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 394'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.

GBN, P.A.

Wichita, Kansas
April 15, 2024

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