MULVANE UNIFIED SCHOOL DISTRICT NO. 263
MULVANE, KANSAS

FINANCIAL STATEMENT
JUNE 30, 2025

BFR

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
TABLE OF CONTENTS
JUNE 30, 2025

	Page
Independent Auditors' Report	1 – 4
Financial Statement	
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	5
Notes to Financial Statement	6 – 12
Regulatory-Required Supplementary Information	
Summary of Expenditures - Actual and Budget	13
Schedule of Cash Receipts and Expenditures - Actual and Budget	
General Fund	14
Supplemental General Fund	15
Preschool-Aged At-Risk Fund	16
At Risk (K-12) Fund	17
Bilingual Education Fund	18
Capital Outlay Fund	19
Driver Training Fund	20
Food Service Fund	21
Professional Development Fund	22
Parent Education Fund	23
Special Education Fund	24
Career and Postsecondary Education Fund	25
KPERS Contribution Fund	26
Historical Museum Fund	27
Recreation Commission Fund	28
Recreation Commission Employee Benefits Fund	29
Bond & Interest Fund	30
Schedule of Cash Receipts and Expenditures - Actual	
Federal Funds	31
Gifts and Grants Fund	32
Contingency Reserve Fund	33
Textbook & Student Material Revolving Fund	34
Schedule of Cash Receipts and Cash Disbursements	
Agency Funds	35 – 36
Schedule of Cash Receipts, Expenditures, and Unencumbered Cash	
District Activity Funds	37
Federal Award Information	
Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of The Financial Statement Performed In Accordance With *Government Auditing Standards*	38 – 39
Independent Auditors' Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance	40 – 42
Schedule of Expenditures of Federal Awards	43
Notes to Schedule of Expenditures of Federal Awards	44
Schedule of Findings and Questioned Costs	45
Schedule of Prior Year Findings and Questioned Costs	46

BFR

INDEPENDENT AUDITORS' REPORT

Board of Education
Mulvane Unified School District No. 263
Mulvane, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Mulvane Unified School District No. 263, Mulvane, Kansas**, as of and for the year ended **June 30, 2025**, and the related notes to the financial statement.

Adverse and Unmodified Opinions

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Mulvane Unified School District No. 263, Mulvane, Kansas**, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Mulvane Unified School District No. 263, Mulvane, Kansas**, as of **June 30, 2025**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of the report. We are required to be independent of **Mulvane Unified School District No. 263, Mulvane, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

BFR CPA, LLC
10000 W. 37th St. N.
Wichita, Kansas 67205-7700

(316) 945-1500
Fax (316) 945-1505
bfr@bfrcpa.com

Board of Education
Mulvane Unified School District No. 263

Matter Giving Rise to Adverse Opinion on Accounting Principles Generally Accepted in the United State of America
As discussed in Note 1 of the financial statement, the financial statement is prepared by **Mulvane Unified School District No. 263, Mulvane, Kansas**, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Mulvane Unified School District No. 263, Mulvane, Kansas'** ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the **Mulvane Unified School District No. 263, Mulvane, Kansas'** ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual, agency funds schedules of regulatory basis cash receipts and disbursements, and district activity funds schedules of regulatory basis cash receipts, expenditures, and unencumbered cash (Regulatory-Required Supplementary Information as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the

accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the **Mulvane Unified School District No. 263, Mulvane, Kansas**, as of and for the year ended June 30, 2024, and have issued our report thereon dated February 25, 2025, which contained an unmodified opinion on the basic financial statement.

The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/oar/municipal-services. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2024 (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 2024 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 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 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 2024 basic financial statement or to the 2024 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 2024 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, 2024, 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 February 17, 2026, on our consideration of **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC
BFR CPA, LLC
February 17, 2026

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 0	$ 0	$ 13,814,114	$ 13,814,114	$ 0	$ 0	$ 0
Special Purpose Funds							
Supplemental General	241,445	0	5,009,682	4,609,187	641,940	0	641,940
Preschool-Aged At-Risk	0	0	97,777	97,777	0	0	0
At Risk (K-12)	245,798	0	1,849,617	2,064,195	31,220	0	31,220
Bilingual Education	0	0	12,368	4,517	7,851	0	7,851
Capital Outlay	1,094,307	0	1,732,658	1,968,322	858,643	0	858,643
Driver Training	64,309	0	13,605	24,995	52,919	0	52,919
Food Service	481,444	0	987,655	1,255,024	214,075	0	214,075
Professional Development	35,000	0	33,091	18,101	49,990	0	49,990
Special Education	1,017,511	0	4,085,708	3,903,219	1,200,000	0	1,200,000
Career and Postsecondary Education	100,500	0	507,381	507,881	100,000	0	100,000
KPERS Contribution	0	0	1,845,903	1,845,903	0	0	0
Historical Museum	53,000	0	118,792	101,015	70,777	0	70,777
Recreation Commission	0	0	594,275	594,275	0	0	0
Recreation Commission Employee Benefits	35,105	0	82,572	100,000	17,677	0	17,677
Federal Funds	(41,093)	0	517,476	530,104	(53,721)	0	(53,721)
Gifts and Grants	59,893	0	211,374	215,735	55,532	0	55,532
Contingency Reserve	1,136,391	0	0	0	1,136,391	0	1,136,391
Textbook & Student Material Revolving	835,567	0	603,454	799,065	639,956	0	639,956
District Activity Funds	62,220	0	212,412	213,099	61,533	0	61,533
Bond & Interest Fund	2,364,489	0	2,017,327	2,153,625	2,228,191	0	2,228,191
	$ 7,785,886	$ 0	$ 34,347,241	$ 34,820,153	$ 7,312,974	$ 0	$ 7,312,974

Composition of Cash:	
Checking Accounts	$ 3,567,020
Money Market Accounts	2,015,409
Certificates of Deposit	2,000,000
	7,582,429
Agency Funds	(269,455)
	$ 7,312,974

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

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2025

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Mulvane Unified School District No. 263 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Mulvane, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

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

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

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

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

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

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

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

Budget and Tax Cycle

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year ended June 30, 2025.

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

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

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

Federal Funds	Gifts and Grants Fund
Contingency Reserve Fund	Textbook & Student Material Revolving Fund
District Activity Funds	

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

Note 2 - Defined Benefit Pension Plan:

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.38% and 12.57%, respectively, for the fiscal year ended June 30, 2024. The actuarially determined employer contribution rate and the statutory contribution rate was 11.60% and 11.54% for the fiscal year ended June 30, 2025.

The 2015 Legislature passed and the Governor approved Senate Bill 228 authorizing the issuance of $1.0 billion in pension obligation bonds to fund a portion of the School-Group’s unfunded actuarial liability. The bonds were successfully issued in August 2015 and the proceeds were transferred to the System.

The 2021 Legislature passed Senate Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the School-Group’s unfunded actuarial liability. 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 2024. The first $253.9 million paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

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 $1,845,903 for the year ended June 30, 2025.

Net Pension Liability

At June 30, 2025, the District's proportionate share of the collective net pension liability reported by KPERS was $16,807,872. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. 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, 2024. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 3 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-5167 and K.S.A. 72-7143 were as follows:

	Transfer to:								
Transfer from:	Preschool-Aged At-Risk	At Risk (K-12)	Bilingual Education	Food Service	Professional Development	Special Education	Career and Postsecondary Education	Textbook & Student Material	Total
General Fund	$ 97,777	$ 1,374,079	$ 9,142	$ 0	$ 31,309	$ 2,818,963	$ 507,381	$ 15,397	$ 4,854,048
Supplemental General Fund	0	462,762	3,226	9,812	0	706,588	0	368,052	1,550,440
	$ 97,777	$ 1,836,841	$ 12,368	$ 9,812	$ 31,309	$ 3,525,551	$ 507,381	$ 383,449	$ 6,404,488

Note 4 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 5 - Litigation:

The District is a party to various claims, none of which is expected to have a material financial impact on the financial statement.

Note 6 - Reimbursed Expenditures:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

Note 7 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

Vacation
Twelve-month non-teacher personnel are provided vacation ranging from 2 to 4 weeks based on years of service. All earned vacation time is to be taken from July 1 to June 30 of each fiscal year and cannot be accumulated or carried forward.

Personal Leave
All classified employees who work at least 20 hours per week start each school year with 7 to 10 days of personal leave with full pay and may carry over a total of 5 days. All certified staff will be granted 10 days of personal leave with full pay and can carry over a total of 10 days into an accumulated sick leave account with an accumulated total of not more than 80 days. Twelve-month administrators and directors start each school year with 30 days of personal leave with full pay and may carry over 15 days of personal leave. Ten and a half month building administrators start each school year with 20 days of personal leave with full pay and may carry over 10 days of personal leave. Terminated or retiring classified staff and administrators are compensated for their unused personal leave at a rate of $8.00 per hour. Terminated or retiring certified staff are compensated for their unused personal leave at a rate of $12.00 per day. The accumulated sick leave carried by employees as of July 1, 2008, will be carried forward in a sick leave reserve account that will be paid at the rate of $12.00 per day upon retirement. Personal leave will be used before the sick leave reserve unless there is five consecutive days of absence. Classified staff can use sick leave reserve for bereavement or after 3 days of personal illness if accompanied by a note from a doctor. For financial statement purposes, personal leave is recognized when paid.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Note 8 - Post Employment Benefits:

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

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

Note 9 - Other Post Employment Benefits:

Death and Disability Other Post Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2025.

Note 10 - Deposits:

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2025.

At June 30, 2025, the District's carrying amount of deposits was $7,582,429 and the bank balance was $10,035,667. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the remaining $9,785,667 was collateralized with securities held by the pledging financial institution's agent in the District's name.

Note 11 - Lease Agreements:

As of June 30, 2025, the District received lease payments from one entity. The following is a list of the property, terms, and payment amounts for this lease:

Entity	Term of Lease	Payment per Month
Mulvane Recreation Commission	135 month term	$8,650

Note 12 - Subsequent Events:

The District has evaluated subsequent events through February 17, 2026, the date which the financial statement was available to be issued.

The District anticipates closing on March 4, 2026, on the following debt obligations with estimated terms described below and final terms to be determined at the time of closing:

General Obligation Bonds in the amount of $43,135,000 with an interest rate of 5% and a final maturity on September 1, 2046, annual principal payments on September 1, beginning September 1, 2027, and semi-annual interest payments on March 1 and September 1 beginning September 1, 2026.

General Obligation Capital Outlay Temporary Notes in the amount of $2,000,000 with an interest rate of 5% and a final maturity on September 1, 2028, annual principal payments on September 1, beginning September 1, 2027, and semi-annual interest payments on March 1 and September 1 beginning September 1, 2026.

Note 13 - Long-Term Debt:

Principal payments are due annually for general obligation bonds. Interest payments are due semi-annually.

Terms for long-term liabilities for the District for the year ended June 30, 2025, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds				
2012 Series	2.50	8/1/2012	$ 20,755,000	9/1/2025
Capital Outlay Series 2022	4.00	6/1/2022	$ 995,000	6/1/2027

Changes in long-term liabilities for the District for the year ended June 30, 2025, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
2012 Series	$ 3,090,000	$ 0	$ 2,090,000	$ 1,000,000	$ 63,625
Capital Outlay Series 2022	600,000	0	200,000	400,000	24,000
	$ 3,690,000	$ 0	$ 2,290,000	$ 1,400,000	$ 87,625

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

	Principal	Interest	Total Principal and Interest
2026	$ 1,200,000	$ 28,500	$ 1,228,500
2027	200,000	8,000	208,000
	$ 1,400,000	$ 36,500	$ 1,436,500

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	$ 14,801,869	$ (996,005)	$ 8,250	$ 13,814,114	$ 13,814,114	$ 0
Special Purpose Funds						
Supplemental General	4,940,484	(331,297)	0	4,609,187	4,609,187	0
Preschool-Aged At-Risk	100,000	0	0	100,000	97,777	(2,223)
At Risk (K-12)	2,661,254	0	0	2,661,254	2,064,195	(597,059)
Bilingual Education	24,420	0	0	24,420	4,517	(19,903)
Capital Outlay	2,266,225	0	0	2,266,225	1,968,322	(297,903)
Driver Training	85,809	0	0	85,809	24,995	(60,814)
Food Service	1,488,237	0	0	1,488,237	1,255,024	(233,213)
Professional Development	60,250	0	0	60,250	18,101	(42,149)
Parent Education	0	0	0	0	0	0
Special Education	4,996,858	0	0	4,996,858	3,903,219	(1,093,639)
Career and Postsecondary Education	639,786	0	0	639,786	507,881	(131,905)
KPERS Contribution	2,350,657	0	0	2,350,657	1,845,903	(504,754)
Historical Museum	101,015	0	0	101,015	101,015	0
Recreation Commission	650,000	0	0	650,000	594,275	(55,725)
Recreation Commission Employee Benefits	100,000	0	0	100,000	100,000	0
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	530,104	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	215,735	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Textbook & Student Material Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	799,065	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	213,099	XXXXXXXXXX
Bond & Interest Fund	2,153,625	0	0	2,153,625	2,153,625	0
	$ 37,420,489	$ (1,327,302)	$ 8,250	$ 36,101,437	$ 34,820,153	$ (3,039,287)

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 4,784	$ 8,250	$ 0	$ 8,250
State Sources	13,353,965	13,805,864	14,801,869	(996,005)
	13,358,749	13,814,114	$ 14,801,869	$ (987,755)
Expenditures				
Instruction	5,996,414	6,144,748	$ 6,213,773	$ (69,025)
Student Support Services	314,207	354,971	327,000	27,971
Instructional Support Staff	293,215	309,562	306,000	3,562
General Administration	425,330	461,384	461,000	384
School Administration	1,128,193	1,143,729	1,165,000	(21,271)
Central Services	179,177	188,875	187,600	1,275
Student Transportation Services	404,734	356,797	432,800	(76,003)
Transfers	4,617,479	4,854,048	5,708,696	(854,648)
Adjustment to Comply with Legal Max	0	0	(996,005)	996,005
Adjustment for Qualifying Budget Credits	0	0	8,250	(8,250)
	13,358,749	13,814,114	$ 13,814,114	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Supplemental General Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 1,682,212	$ 2,469,844	$ 1,176,544	$ 1,293,300
County Sources	201,679	227,870	209,383	18,487
State Sources	2,557,133	2,311,968	3,313,112	(1,001,144)
	4,441,024	5,009,682	$ 4,699,039	$ 310,643
Expenditures				
Instruction	385,050	316,825	$ 436,115	$ (119,290)
Student Support Services	948	314	1,000	(686)
General Administration	73,972	77,595	86,000	(8,405)
School Administration	1,039	234	1,500	(1,266)
Central Services	406,563	435,752	457,000	(21,248)
Operations & Maintenance	2,159,074	2,228,027	2,301,066	(73,039)
Transfers	1,432,173	1,550,440	1,657,803	(107,363)
Adjustment to Comply with Legal Max	0	0	(331,297)	331,297
	4,458,819	4,609,187	$ 4,609,187	$ 0
Receipts Over (Under) Expenditures	(17,795)	400,495		
Unencumbered Cash, Beginning	259,240	241,445		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 241,445	$ 641,940		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Preschool-Aged At-Risk Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 87,932	$ 97,777	$ 100,000	$ (2,223)
	87,932	97,777	$ 100,000	$ (2,223)
Expenditures				
Instruction	87,932	97,777	$ 100,000	$ (2,223)
	87,932	97,777	$ 100,000	$ (2,223)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

At Risk (K-12) Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 15,989	$ 12,776	$ 17,000	$ (4,224)
Transfers	2,082,292	1,836,841	2,478,678	(641,837)
	2,098,281	1,849,617	$ 2,495,678	$ (646,061)
Expenditures				
Instruction	1,766,245	1,799,003	$ 2,436,254	$ (637,251)
Student Support Services	201,615	265,192	225,000	40,192
	1,967,860	2,064,195	$ 2,661,254	$ (597,059)
Receipts Over (Under) Expenditures	130,421	(214,578)		
Unencumbered Cash, Beginning	115,377	245,798		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 245,798	$ 31,220		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Bilingual Education Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Transfers	$ 12,033	$ 12,368	$ 24,446	$ (12,078)
	12,033	12,368	$ 24,446	$ (12,078)
Expenditures				
Instruction	12,033	4,517	$ 24,420	$ (19,903)
	12,033	4,517	$ 24,420	$ (19,903)
Receipts Over (Under) Expenditures	0	7,851		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 7,851		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Capital Outlay Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 859,471	$ 970,848	$ 417,323	$ 553,525
County Sources	102,675	104,160	95,111	9,049
State Sources	620,702	657,650	659,484	(1,834)
	1,582,848	1,732,658	$ 1,171,918	$ 560,740
Expenditures				
Instruction	7,710	90	$ 100,000	$ (99,910)
Student Support Services	0	1,276	10,000	(8,724)
General Administration	5,157	0	50,000	(50,000)
Central Services	601,277	286,110	503,225	(217,115)
Operations & Maintenance	941,899	1,178,914	888,000	290,914
Transportation	290,134	185,985	184,000	1,985
Facility Acquisition & Construction Services	174,159	91,947	307,000	(215,053)
Debt Service	232,000	224,000	224,000	0
	2,252,336	1,968,322	$ 2,266,225	$ (297,903)
Receipts Over (Under) Expenditures	(669,488)	(235,664)		
Unencumbered Cash, Beginning	1,763,795	1,094,307		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 1,094,307	$ 858,643		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Driver Training Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 7,992	$ 5,920	$ 8,000	$ (2,080)
State Sources	9,425	7,685	13,500	(5,815)
	17,417	13,605	$ 21,500	$ (7,895)
Expenditures				
Instruction	16,611	24,108	$ 51,919	$ (27,811)
Vehicle Operations, Maintenance Services	0	887	33,890	(33,003)
	16,611	24,995	$ 85,809	$ (60,814)
Receipts Over (Under) Expenditures	806	(11,390)		
Unencumbered Cash, Beginning	63,503	64,309		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 64,309	$ 52,919		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Food Service Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 395,042	$ 354,500	$ 288,425	$ 66,075
State Sources	9,019	8,715	6,813	1,902
Federal Sources	679,865	614,628	606,555	8,073
Transfers	3,392	9,812	105,000	(95,188)
	1,087,318	987,655	$ 1,006,793	$ (19,138)
Expenditures				
Operations & Maintenance	119,426	37,565	$ 94,000	$ (56,435)
Food Service Operation	1,136,386	1,217,459	1,394,237	(176,778)
	1,255,812	1,255,024	$ 1,488,237	$ (233,213)
Receipts Over (Under) Expenditures	(168,494)	(267,369)		
Unencumbered Cash, Beginning	649,938	481,444		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 481,444	$ 214,075		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Professional Development Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 1,846	$ 1,782	$ 5,250	$ (3,468)
Transfers	19,495	31,309	20,000	11,309
	21,341	33,091	$ 25,250	$ 7,841
Expenditures				
Instructional Support Staff	20,046	18,101	$ 60,250	$ (42,149)
	20,046	18,101	$ 60,250	$ (42,149)
Receipts Over (Under) Expenditures	1,295	14,990		
Unencumbered Cash, Beginning	33,705	35,000		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 35,000	$ 49,990		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Parent Education Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 11,830	$ 0	$ 0	$ 0
Transfers	4,852	0	0	0
	16,682	0	$ 0	$ 0
Expenditures				
Student Support Services	15,204	0	$ 0	$ 0
Instructional Support Staff	2,543	0	0	0
	17,747	0	$ 0	$ 0
Receipts Over (Under) Expenditures	(1,065)	0		
Unencumbered Cash, Beginning	1,065	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Special Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 65,540	$ 42,615	$ 100,000	$ (57,385)
Federal Sources	573,853	517,542	527,375	(9,833)
Transfers	2,901,534	3,525,551	3,352,233	173,318
	3,540,927	4,085,708	$ 3,979,608	$ 106,100
Expenditures				
Instruction	2,657,158	2,804,124	$ 3,132,000	$ (327,876)
Student Support Services	774,135	773,024	860,500	(87,476)
Instructional Support Staff	16,877	13,870	25,000	(11,130)
General Administration	164,087	180,159	185,300	(5,141)
Student Transportation Services	111,160	132,042	794,058	(662,016)
	3,723,417	3,903,219	$ 4,996,858	$ (1,093,639)
Receipts Over (Under) Expenditures	(182,490)	182,489		
Unencumbered Cash, Beginning	1,200,001	1,017,511		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 1,017,511	$ 1,200,000		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Career and Postsecondary Education Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 250	$ 0	$ 0	$ 0
Federal Sources	0	0	38,948	(38,948)
Transfers	486,943	507,381	581,745	(74,364)
	487,193	507,381	$ 620,693	$ (113,312)
Expenditures				
Instruction	487,250	507,881	$ 639,786	$ (131,905)
	487,250	507,881	$ 639,786	$ (131,905)
Receipts Over (Under) Expenditures	(57)	(500)		
Unencumbered Cash, Beginning	100,557	100,500		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 100,500	$ 100,000		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

KPERS Contribution Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
State Sources	$ 1,958,881	$ 1,845,903	$ 2,350,657	$ (504,754)
	1,958,881	1,845,903	$ 2,350,657	$ (504,754)
Expenditures				
Instruction	530,417	499,829	$ 530,417	$ (30,588)
Student Support Services	344,291	324,434	344,291	(19,857)
Instructional Support Staff	121,264	114,270	121,264	(6,994)
General Administration	143,352	135,084	143,352	(8,268)
School Administration	245,660	231,491	245,660	(14,169)
Central Services	85,220	80,304	85,220	(4,916)
Operations & Maintenance	229,117	215,902	229,117	(13,215)
Student Transportation Services	93,176	87,802	93,176	(5,374)
Other Suppot Services	0	0	391,776	(391,776)
Food Service Operation	166,384	156,787	166,384	(9,597)
	1,958,881	1,845,903	$ 2,350,657	$ (504,754)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Historical Museum Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 116,324	$ 107,356	$ 52,362	$ 54,994
County Sources	8,816	11,436	10,585	851
	125,140	118,792	$ 62,947	$ 55,845
Expenditures				
Community Services Operations	101,015	101,015	$ 101,015	$ 0
	101,015	101,015	$ 101,015	$ 0
Receipts Over (Under) Expenditures	24,125	17,777		
Unencumbered Cash, Beginning	28,875	53,000		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 53,000	$ 70,777		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Recreation Commission Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 496,797	$ 521,173	$ 624,670	$ (103,497)
County Sources	74,990	73,102	62,388	10,714
	571,787	594,275	$ 687,058	$ (92,783)
Expenditures				
Community Service Operations	608,591	594,275	$ 650,000	$ (55,725)
	608,591	594,275	$ 650,000	$ (55,725)
Receipts Over (Under) Expenditures	(36,804)	0		
Unencumbered Cash, Beginning	36,804	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 0	$ 0		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Recreation Commission Employee Benefits Fund	Prior Year Actual	Current Year Actual	Current Year Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 25,540	$ 82,416	$ 99,657	$ (17,241)
County Sources	276	156	6,730	(6,574)
	25,816	82,572	$ 106,387	$ (23,815)
Expenditures				
Community Service Operations	42,000	100,000	$ 100,000	$ 0
	42,000	100,000	$ 100,000	$ 0
Receipts Over (Under) Expenditures	(16,184)	(17,428)		
Unencumbered Cash, Beginning	51,289	35,105		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 35,105	$ 17,677		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Bond & Interest Fund		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Local Sources	$ 775,582	$ 651,592	$ 457,949	$ 193,643
County Sources	134,356	116,632	106,946	9,686
State Sources	1,326,938	1,249,103	1,249,103	0
	2,236,876	2,017,327	$ 1,813,998	$ 203,329
Expenditures				
Debt Service	2,211,562	2,153,625	$ 2,153,625	$ 0
	2,211,562	2,153,625	$ 2,153,625	$ 0
Receipts Over (Under) Expenditures	25,314	(136,298)		
Unencumbered Cash, Beginning	2,339,175	2,364,489		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	$ 2,364,489	$ 2,228,191		

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Federal Funds

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	$ 1,058,161	$ 517,476
	1,058,161	517,476
Expenditures		
Instruction	326,965	403,114
Student Support Services	113,649	31,969
Instructional Support Staff	8,976	36,045
School Administration	1,500	1,500
Operations & Maintenance	434,904	57,476
	885,994	530,104
Receipts Over (Under) Expenditures	172,167	(12,628)
Unencumbered Cash, Beginning	(213,260)	(41,093)
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ (41,093)	$ (53,721)

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 54,613	$ 106,072
State Sources	75,087	94,375
Federal Sources	24,472	10,927
	154,172	211,374
Expenditures		
Instruction	98,800	156,160
Student Support Services	58,960	59,575
	157,760	215,735
Receipts Over (Under) Expenditures	(3,588)	(4,361)
Unencumbered Cash, Beginning	63,481	59,893
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 59,893	$ 55,532

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	$ 0	$ 0
	0	0
Expenditures		
General Administration	10,512	0
	10,512	0
Receipts Over (Under) Expenditures	(10,512)	0
Unencumbered Cash, Beginning	1,146,903	1,136,391
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 1,136,391	$ 1,136,391

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Totals for the Prior Year Ended June 30, 2024)

Textbook & Student Material Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	$ 218,899	$ 220,005
Transfers	451,179	383,449
	670,078	603,454
Expenditures		
Instruction	255,802	790,483
Central Services	11,361	8,582
	267,163	799,065
Receipts Over (Under) Expenditures	402,915	(195,611)
Unencumbered Cash, Beginning	432,652	835,567
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	$ 835,567	$ 639,956

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Mulvane High School				
Athletic Fund Raising	$ 3,603	$ 11,665	$ 9,232	$ 6,036
Community Support Network	823	0	0	823
Sales Tax	9	15,916	15,655	270
Refund	310	1,573	1,498	385
Adjust/Tsf/Credit Bal/adj	20	0	20	0
Baseball	1,628	10,094	3,100	8,622
Basketball - Girls	4,299	410	2,039	2,670
Basketball - Boys	6,308	3,499	3,937	5,870
Bowling Club	1,514	15	290	1,239
Cheerleading Club	10,278	31,780	37,103	4,955
Cross Country - MHS	2,091	126	0	2,217
Flag Team	4,141	4,697	5,660	3,178
Football	7,351	12,104	12,818	6,637
Golf - Boys Club	181	124	280	25
Golf - Girls Club	335	650	486	499
Klassy Kat Dance Club	755	2,693	3,286	162
Soccer - Boys	2,373	229	937	1,665
Soccer - Girls	2,496	816	1,148	2,164
Softball	2,446	10,159	7,352	5,253
Track and Field	1,393	6,738	1,294	6,837
Volleyball	2,451	4,152	5,626	977
Wrestling	2,206	1,275	2,217	1,264
Band/Percussion Club	2,611	314	661	2,264
Class of 2024	7	0	0	7
Class of 2025	203	0	0	203
Class of 2026	1,298	5,381	4,342	2,337
Class of 2027	534	0	0	534
Debate/Forensics/NFL	469	1,366	1,627	208
Future Business Leaders of America	258	3,087	2,557	788
Clay Target Shooting Team	3,759	7,743	9,202	2,300
FCCLA	221	482	222	481
FFA	8,120	56,012	57,718	6,414
Circle of Friends	1,743	1,824	563	3,004
Kay Club	2,014	2,643	2,762	1,895
KCAT	20	0	0	20
Zero Reasons Why Club	0	266	163	103
	78,268	197,833	193,795	82,306

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Mulvane High School (continued)				
National Honor Society	449	1,050	478	1,021
Rowdie Crowd Pep Club	654	991	996	649
SADD/RAD Club	4,100	2,598	1,566	5,132
Scholars Bowl	365	307	431	241
Sch Newspaper Club (Cat Tracks)	23	0	0	23
Skills USA Metals	7,283	2,678	1,977	7,984
Skills USA Woods	71	125	0	196
Student Council	788	8,207	6,903	2,092
FCA	150	250	252	148
Thespians	1,407	5,942	4,969	2,380
Vocal Music/Espirit Club	2,055	8,600	7,992	2,663
Wildcat Café	0	0	0	0
Yearbook Club	5,261	23,040	28,110	191
	100,874	251,621	247,469	105,026
Mulvane Middle School				
Student Achievement - Donation	1,095	1,448	1,184	1,359
Basketball - Girls	514	126	65	575
Basketball - Boys	2,756	190	0	2,946
Cheerleaders	3,520	14,330	12,619	5,231
Cross Country	1,026	200	0	1,226
Football	2,317	586	1,131	1,772
Track	2,271	220	164	2,327
Volleyball	3,570	1,800	1,671	3,699
Wrestling Club	858	0	156	702
Girls Wrestling	379	153	152	380
Coed Soccer	648	339	120	867
Team 6A	149	300	346	103
Team 6B	1	0	0	1
National Honor Society	1,226	1,830	966	2,090
SADD/RAD Club	825	525	968	382
Sevenettes Club	599	862	1,175	286
Student Council	1,811	3,774	2,501	3,084
Yearbook Club	890	9,170	5,130	4,930
	24,455	35,853	28,348	31,960
Health Insurance Reserve	133,456	38	1,025	132,469
Total Agency Funds	$ 258,785	$ 287,512	$ 276,842	$ 269,455

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2025

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Mulvane High School							
Activity Passes - Patrons	$ 0	$ 0	$ 2,931	$ 2,931	$ 0	$ 0	$ 0
Gate Receipts/Ath/Unif Replace	0	0	76,514	76,514	0	0	0
Concessions	3,364	0	56,344	56,708	3,000	0	3,000
Interest	196	0	41	199	38	0	38
Clearing Account	1,302	0	2,314	1,314	2,302	0	2,302
Library (Fines & Book Fairs)	465	0	52	175	342	0	342
	5,327	0	138,196	137,841	5,682	0	5,682
Mulvane Middle School							
Gate Receipts/Athlete/Uniform Replacement	0	0	18,174	18,174	0	0	0
Activity Passes - Patrons	0	0	3,281	3,281	0	0	0
Athletic Entry Fees	0	0	1,268	1,268	0	0	0
Concessions	10,373	0	18,366	17,705	11,034	0	11,034
Interest	13	0	13	0	26	0	26
Refund	(60)	0	80	20	0	0	0
Adjust/Tsf	75	0	18	0	93	0	93
Donations - Misc	500	0	0	390	110	0	110
Pop/Vending	732	0	424	481	675	0	675
	11,633	0	41,624	41,319	11,938	0	11,938
Mulvane Grade School							
Library	1,110	0	7,216	5,510	2,816	0	2,816
Donation - Misc	1,630	0	913	410	2,133	0	2,133
Adjust/Tsf	0	0	5	0	5	0	5
T.A.P.E. Donation	20,365	0	10,436	13,439	17,362	0	17,362
	23,105	0	18,570	19,359	22,316	0	22,316
Munson Primary School							
Library	4,208	0	2,894	3,610	3,492	0	3,492
IOTA CHI Donation	9	0	0	9	0	0	0
Refund	75	0	0	75	0	0	0
T.A.P.E. Donation	16,396	0	10,436	10,569	16,263	0	16,263
Just Give - Donation	1,467	0	692	317	1,842	0	1,842
	22,155	0	14,022	14,580	21,597	0	21,597
Total District Activity Funds	$ 62,220	$ 0	$ 212,412	$ 213,099	$ 61,533	$ 0	$ 61,533

FEDERAL AWARD INFORMATION

BFR

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

Board of Education
Mulvane Unified School District No. 263
Mulvane, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Mulvane Unified School District No. 263, Mulvane, Kansas**, as of and for the year ended **June 30, 2025**, and the related notes to the financial statement, which collectively comprise **Mulvane Unified School District No. 263, Mulvane, Kansas'** basic financial statement, and have issued our report thereon dated February 17, 2026. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control.

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

BFR CPA, LLC
10000 W. 37th St. N.
Wichita, Kansas 67205-7700

(316) 945-1500
Fax (316) 945-1505
bfr@bfrcpa.com

Board of Education
Mulvane Unified School District No. 263

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Mulvane Unified School District No. 263, Mulvane, Kansas'** financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BFR CPA, LLC

BFR CPA, LLC
February 17, 2026

BFR

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

Board of Education
Mulvane Unified School District No. 263
Mulvane, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Mulvane Unified School District No. 263, Mulvane, Kansas'** compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of **Mulvane Unified School District No. 263, Mulvane, Kansas'** major federal programs for the year ended **June 30, 2025**. **Mulvane Unified School District No. 263, Mulvane, Kansas'** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, **Mulvane Unified School District No. 263, Mulvane, Kansas** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended **June 30, 2025**.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (CFR)* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **Mulvane Unified School District No. 263, Mulvane, Kansas** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of **Mulvane Unified School District No. 263, Mulvane, Kansas'** compliance with the compliance requirements referred to above.

BFR CPA, LLC
10000 W. 37th St. N.
Wichita, Kansas 67205-7700

(316) 945-1500
Fax (316) 945-1505
bfr@bfrcpa.com

Board of Education
Mulvane Unified School District No. 263

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 **Mulvane Unified School District No. 263, Mulvane, Kansas'** major federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on **Mulvane Unified School District No. 263, Mulvane, Kansas'** compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **Mulvane Unified School District No. 263, Mulvane, Kansas'** compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding **Mulvane Unified School District No. 263, Mulvane, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of **Mulvane Unified School District No. 263, Mulvane, Kansas'** internal control over compliance. Accordingly, no such opinion is expressed.

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

Board of Education
Mulvane Unified School District No. 263

Report on Internal Control over Compliance

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

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

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

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

BFR CPA, LLC

BFR CPA, LLC
February 17, 2026

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Grant Title	Assistance Listing Number	Program Amount	Expenditures
(Passes Through Kansas Department of Education)			
Department of Agriculture			
Child Nutrition Cluster-Cluster			
School Breakfast Program	10.553	$ 152,512	$ 152,512
National School Lunch Program	10.555	382,705	382,705
Summer Food Service Program for Children	10.559	79,411	79,411
		614,628	614,628
Department of Education			
Special Education Cluster (IDEA)-Cluster			
Special Education Grants to States	84.027	384,675	384,675
Special Education Preschool Grants	84.173	12,700	12,700
		397,375	397,375
Title I Grants to Local Educational Agencies	84.010	301,405	297,988
Career and Technical Education - Basic Grants to States	84.048	39,487	39,487
Supporting Effective Instruction State Grants	84.367	82,240	82,240
Student Support and Academic Enrichment Program	84.424	20,944	20,944
COVID-19 Education Stabilization Fund	84.425W	1,127	1,127
		445,203	441,786
Department of Health and Human Services			
Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	31,969	31,969
Temporary Assistance for Needy Families (TANF) State Programs	93.558	9,800	9,800
		41,769	41,769
(Passes Through Kansas Department of Health and Environment)			
Department of Health and Human Services			
Medicaid Cluster-Cluster			
Medical Assistance Program	93.778	120,167	120,167
Department of Justice			
Public Safety Partnership and Policing Grants	16.710	169,928	57,476
Total Federal Awards		$ 1,789,070	$ 1,673,201

The accompanying notes are an integral part of this schedule.

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Mulvane Unified School District No. 263, Mulvane, Kansas**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement in accordance with the regulatory basis of accounting of **Mulvane Unified School District No. 263, Mulvane, Kansas**.

2. No significant deficiencies or material weaknesses were reported in the Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.

3. No instances of noncompliance material to the financial statement of **Mulvane Unified School District No. 263, Mulvane, Kansas**, were disclosed during the audit.

4. No significant deficiencies or material weakness were reported in the Independent Auditors' Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.

5. The independent auditors' report on compliance for the major federal award programs for **Mulvane Unified School District No. 263, Mulvane, Kansas**, expresses an unmodified opinion on all major federal programs.

6. There were no audit findings relative to the major federal award programs for **Mulvane Unified School District No. 263, Mulvane, Kansas**.

7. The programs tested as major programs were:

Special Education Cluster (IDEA)-Cluster	
` Special Education Grants to States	84.027
Special Education Preschool Grants	84.173
Title I Grants to Local Educational Agencies	84.010

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

9. **Mulvane Unified School District No. 263, Mulvane, Kansas**, was determined not to be a low-risk auditee.

MULVANE UNIFIED SCHOOL DISTRICT NO. 263
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

There are no prior audit findings.