HALSTEAD-BENTLEY
UNIFIED SCHOOL DISTRICT NO. 440

HALSTEAD, KANSAS

Financial Statement

For the Year Ended June 30, 2023

Halstead-Bentley
Unified School District No. 440

For the Year Ended June 30, 2023

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Halstead-Bentley Unified School District No. 440
Halstead, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 440, Halstead, Kansas, (District), as of and for the year ended June 30, 2023, and the related disclosures 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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2023 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements-agency funds, and schedule of 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 purposes of additional analysis and are not a required part of the 2023 basic financial statement, but are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2023 basic financial statement. The 2023 information has been subjected to the auditing procedures applied in the audit of the 2023 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 2023 basic financial statement or to the 2023 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 2023 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 District as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated October 6, 2022, 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/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the 2023 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 Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statement of the District. The accompanying 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, 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 September 27, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Knudsen, Monroe & Company, LLC

Certified Public Accountants
Newton, Kansas
September 27, 2023

Halstead-Bentley Unified School District No. 440

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis

For the Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds						
General	$ -	7,013,912	7,013,912	-	-	-
Supplemental General	35,783	2,142,362	2,134,694	43,451	234,773	278,224
Special Purpose Funds						
At Risk (K-12)	344,432	913,052	789,094	468,390	-	468,390
At Risk (4 year old)	-	72,715	72,715	-	-	-
Bilingual Education	-	3,842	3,200	642	-	642
Capital Outlay	1,883,722	895,077	58,931	2,719,868	1,910	2,721,778
Driver Training	25,110	9,725	7,555	27,280	-	27,280
Food Service	234,376	485,772	567,000	153,148	-	153,148
Professional Development	21,310	62,538	28,897	54,951	-	54,951
Parent Education	-	9,000	9,000	-	-	-
Special Education	520,058	1,328,302	1,291,403	556,957	-	556,957
Career and Postsecondary Education	-	485,162	485,162	-	-	-
Gifts and Grants	(5,881)	65,908	59,631	396	-	396
KPERS Special Retirement Contribution	-	726,761	726,761	-	-	-
Contingency Reserve	547,000	-	-	547,000	-	547,000
Student Health Initiative	4,314	-	4,314	-	-	-
Student Material Revolving	101,202	43,987	33,650	111,539	-	111,539
After School Program	22,249	68,441	59,690	31,000	-	31,000
Little Dragon Preschool	31,805	51,327	74,255	8,877	-	8,877
Back to School Backpacks	2,786	3,393	3,804	2,375	-	2,375
Federal and State Government Programs						
Improving Basic Programs Operated by Local Educational Agencies (Title I)	-	125,140	125,140	-	-	-
Supporting Effective Instruction Program (Title II)	-	24,994	24,994	-	-	-
No Child Left Behind Act Program (Title III)	-	1,800	1,800	-	-	-
Student Support Academic Enrichment Program (Title IV)	-	16,121	16,121	-	-	-
Elementary and Secondary School Emergency Relief						
ESSER II	-	169,517	169,517	-	-	-
ESSER III	-	159,433	162,646	(3,213)	-	(3,213)
KDHE COVID Testing Grant	-	204,519	204,519	-	-	-
EPA Clean School Bus Program	-	-	1,220,243	(1,220,243)	1,191,005	(29,238)
Bond and Interest Fund						
Bond and Interest	1,711,933	1,031,484	907,140	1,836,277	-	1,836,277
District Activity Funds						
Activity Gate Receipts	53,503	128,105	125,946	55,662	-	55,662
School Projects	22,330	33,211	37,745	17,796	-	17,796
Total Reporting Entity (Excluding Agency Funds)	$ 5,556,032	16,275,600	16,419,479	5,412,153	1,427,688	6,839,841

Composition of Cash	
Checking	
District	$ 6,761,383
Petty Cash	1,500
Debit Card	3,500
Activity Funds	
Elementary School	14,147
Middle School	40,192
High School	77,361
Certificate of Deposit	
Activity Funds - High School	6,491
Total Cash	6,904,574
Less Agency Funds (Schedule 3)	64,733
Total Reporting Entity (excluding Agency Funds)	$ 6,839,841

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

Halstead-Bentley Unified School District No. 440, Halstead, Kansas, is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents Halstead-Bentley Unified School District No. 440 (District), a municipality.

Regulatory Basis Fund Types

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

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

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

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

Activity Fund – under provisions of K.S.A. 72-1178, the Board of Education adopted a resolution relating to the school activity funds which results in the activity funds being accounted for under policies and procedures of the Board.

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

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

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

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Funds, Special Purpose Funds (unless specifically exempted by statute), and the Bond and Interest Fund. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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. During the year the General, At Risk K-12, Special Education, and KPERS funds were amended.

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 Agency Funds or the following Special Purpose Funds: Contingency Reserve, Student Health Initiative, Student Material Revolving, After School Program, Little Dragon Preschool, Back to School Backpacks, Federal and State Government Programs, and District Activities.

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

Reimbursements

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.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

Two Federal and State Government Program Funds reflect negative ending unencumbered cash balances for the year ending June 30, 2023, which is allowable under K.S.A. 12-1663. These federal and state grant programs will be reimbursed in the following year.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (Continued)

Per K.S.A. 9-1402, the District's financial institution is required to pledge securities for deposits in excess of FDIC coverage. The District's financial institution did not maintain proper records of pledged securities, which resulted in the District's deposits being inadequately secured for approximately one month during the year ended June 30, 2023.

3. DEPOSITS AND INVESTMENTS

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

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

Concentration of Credit Risk

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

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were not legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $6,904,574 and the bank balance was $7,769,127. 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, $7,482,042 was collateralized with securities held by the pledging financial institution's agents in the District's name, and $37,085 was unsecured.

4. 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 Bonds									
Series 2020, Refunding	1.0-3.0%	07/07/20	$6,010,000	08/01/27	$5,195,000	-	835,000	4,360,000	72,140
Finance Lease									
Equipment	3.897%	07/15/11	1,321,062	07/30/25	413,807	-	97,597	316,210	16,126
Total contractual indebtedness					$5,608,807	-	932,597	4,676,210	88,266

4. LONG-TERM DEBT (Continued)

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

	Year ended June 30					
	2024	2025	2026	2027	2028	Total
Principal						
General Obligation Bonds	$ 845,000	860,000	870,000	885,000	900,000	4,360,000
Finance Lease	101,401	105,352	109,457	-	-	316,210
Total principal	946,401	965,352	979,457	885,000	900,000	4,676,210
Interest						
General Obligation Bonds	59,456	46,584	33,522	20,272	6,795	166,629
Finance Lease	12,323	8,371	4,265	-	-	24,959
Total interest	71,779	54,955	37,787	20,272	6,795	191,588
Total principal and interest	$1,018,180	1,020,307	1,017,244	905,272	906,795	4,867,798

5. OPERATING LEASES

The District entered into an operating lease agreement for copiers for a period up to 63 months. Payments totaling $12,714, were made during the year ended June 30, 2023. Under the current lease agreement, the future scheduled minimum payments are as follows:

2024	$ 12,713
2025	6,357

6. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	At Risk (K-12)	K.S.A. 72-5167	$ 703,639
General	At Risk (4 year old)	K.S.A. 72-5167	65,825
General	Professional Development	K.S.A. 72-5167	9,888
General	Parent Education	K.S.A. 72-5167	9,000
General	Special Education	K.S.A. 72-5167	861,795
General	Career and Postsecondary Education	K.S.A. 72-5167	165,813
Supplemental General	At Risk (K-12)	K.S.A. 72-5143	209,413
Supplemental General	At Risk (4 year old)	K.S.A. 72-5143	6,890
Supplemental General	Bilingual Education	K.S.A. 72-5143	3,842
Supplemental General	Food Service	K.S.A. 72-5143	150
Supplemental General	Professional Development	K.S.A. 72-5143	45,524
Supplemental General	Special Education	K.S.A. 72-5143	423,960
Supplemental General	Career and Postsecondary Education	K.S.A. 72-5143	300,693

7. OTHER LONG TERM OBLIGATIONS FROM OPERATIONS

Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. Each retiree pays the full amount of the applicable premium.

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

Death and Disability Other Post-Employment Benefits

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

Compensated Absences

The District's personnel policies grant compensated absences in the form of vacation and sick days for each school year. Classified full-time employees earn ten days of paid vacation upon completion of one year of employment. From two through ten years of service, eleven days of paid vacation is earned. After ten years of service, classified employees earn sixteen days of paid vacation per year. Vacation days are not cumulative. Unused vacation time is paid to employees upon termination. Certified employees earn no vacation.

Current employees who work 30 hours or more per week earn sick days at the rate of one (1) day per month of contract, rounded to the nearest month. All employees who work less than 30 hours per week will received five (5) days of sick leave per year. Employees can accumulate up to ninety (90) days of sick leave. Unused sick leave is not paid to employees upon termination.

The District's liability for compensated absences at June 30, 2023 has not been recorded in this financial statement.

8. DEFINED BENEFIT PENSION PLAN

Plan Description

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

Contributions

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

8. DEFINED BENEFIT PENSION PLAN (Continued)

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 statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.
Senate Substitute for House Bill 2052 authorized the delay of $64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of $6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of $194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of $19.4 million starting in fiscal year 2020.

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of $56 million was paid in fiscal year 2018. This bill also authorized 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 $726,761 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 $6,668,597. 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 December31, 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

8. DEFINED BENEFIT PENSION PLAN (Continued)

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.

9. RISK MANAGEMENT

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

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 purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage during the past fiscal year, and there were no settlements that exceeded insurance coverage for each of the past three years.

During the ordinary course of its operations the District is exposed to various claims, legal actions and complaints. It is the opinion of the District's management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

10. DATE OF MANAGEMENT'S REVIEW

Management has performed an analysis of the activities and transactions subsequent to June 30, 2023, to determine the need for any adjustments to and/or disclosures within the audited financial statement. Management has performed their analysis through September 27, 2023, which is the date at which the financial statement was available to be issued.

HALSTEAD-BENTLEY
UNIFIED SCHOOL DISTRICT NO. 440

HALSTEAD, KANSAS

REGULATORY – REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2023

SCHEDULE 1

Halstead-Bentley Unified School District No. 440

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
GENERAL FUNDS						
General	$ 7,089,698	(79,614)	3,828	7,013,912	7,013,912	-
Supplemental General	2,134,694	-		2,134,694	2,134,694	-
SPECIAL PURPOSE FUNDS						
At Risk (K-12)	1,249,962	-	-	1,249,962	789,094	(460,868)
At Risk (4 year old)	120,502	-	-	120,502	72,715	(47,787)
Bilingual Education	3,500	-	-	3,500	3,200	(300)
Capital Outlay	1,541,345	-	-	1,541,345	58,931	(1,482,414)
Driver Training	30,509	-	-	30,509	7,555	(22,954)
Food Service	567,000	-	-	567,000	567,000	-
Professional Development	53,000	-	-	53,000	28,897	(24,103)
Parent Education	9,000	-	-	9,000	9,000	-
Special Education	1,291,403	-	-	1,291,403	1,291,403	-
Career and Postsecondary Education	609,973	-	-	609,973	485,162	(124,811)
Gifts and Grants	45,000	-	14,631	59,631	59,631	-
KPER Special Retirement Contribution	730,941	-	-	730,941	726,761	(4,180)
BOND AND INTEREST FUND	907,140	-	-	907,140	907,140	-

SCHEDULE 2

Halstead-Bentley Unified School District No. 440

General Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
GENERAL				
RECEIPTS				
General state aid	$ 5,848,855	6,236,729	6,238,570	(1,841)
Special education state aid	734,982	773,308	851,128	(77,820)
Reimbursements and other	4,325	3,828	-	3,828
Mineral tax	-	47	-	47
Total receipts	6,588,162	7,013,912	7,089,698	(75,786)
EXPENDITURES				
Instruction	2,950,970	2,734,746	2,795,147	(60,401)
Student support services	117,763	130,464	123,943	6,521
Instructional support services	170,389	163,156	183,299	(20,143)
General administration	194,586	182,110	193,700	(11,590)
School administration	542,073	568,701	586,407	(17,706)
Operations and maintenance	720,847	874,547	871,607	2,940
Student transportation services	280,234	373,640	274,084	99,556
Other support services	179,089	170,588	188,599	(18,011)
Transfer to				
At Risk (K-12)	526,131	703,639	697,824	5,815
At Risk (4 Year Old)	96,849	65,825	108,502	(42,677)
Capital Outlay	47,212	-	-	-
Professional Development	-	9,888	-	9,888
Parent Education	8,500	9,000	9,000	-
Special Education	734,982	861,795	851,128	10,667
Career and Postsecondary Education	18,537	165,813	206,458	(40,645)
	6,588,162	7,013,912	7,089,698	(75,786)
Adjustment to comply with legal max	-	-	(79,614)	79,614
Legal General Fund budget	6,588,162	7,013,912	7,010,084	3,828
Adjustment for qualifying budget credits	-	-	3,828	(3,828)
Total expenditures	6,588,162	7,013,912	7,013,912	-
Receipts over (under) expenditures	-	-		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	-		

Halstead-Bentley Unified School District No. 440

General Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
SUPPLEMENTAL GENERAL				
RECEIPTS				
Tax in process	$ 18,814	18,045	25,232	(7,187)
Current tax	727,321	819,926	861,089	(41,163)
Delinquent tax	8,092	12,989	9,653	3,336
Vehicle tax	100,516	102,746	100,132	2,614
Mineral tax	740	1,339	-	1,339
State aid	1,115,735	1,187,317	1,187,317	-
Total receipts	1,971,218	2,142,362	2,183,423	(41,061)
EXPENDITURES				
Instruction	117,511	173,193	100,000	73,193
Student support services	201,283	179,033	212,135	(33,102)
Instructional support staff	8,387	1,761	-	1,761
General administration	-	1,226	-	1,226
School administration	17,494	25,750	18,000	7,750
Operations and maintenance	749,372	661,946	672,416	(10,470)
Student transportation services	-	-	-	-
Other supplemental services	99,186	101,313	-	101,313
Transfer to				
At Risk (K-12)	164,274	209,413	188,174	21,239
At Risk (4 year old)	-	6,890	12,000	(5,110)
Bilingual Education	3,417	3,842	3,500	342
Food Service	-	150	-	150
Professional Development	-	45,524	33,235	12,289
Special Education	500,000	423,960	500,000	(76,040)
Career and Postsecondary Education	149,772	300,693	395,234	(94,541)
Total expenditures	2,010,696	2,134,694	2,134,694	-
Receipts over (under) expenditures	(39,478)	7,668		
UNENCUMBERED CASH, beginning	75,261	35,783		
UNENCUMBERED CASH, ending	$ 35,783	43,451		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
AT RISK (K-12)				
RECEIPTS				
Transfer from				
General	$ 526,131	703,639	697,824	5,815
Supplemental General	164,274	209,413	207,706	1,707
Total receipts	690,405	913,052	905,530	7,522
EXPENDITURES				
Instruction	590,530	648,561	1,004,280	(355,719)
Student support services	155,443	140,533	165,262	(24,729)
Instruction support staff	-	-	80,420	(80,420)
Total expenditures	745,973	789,094	1,249,962	(460,868)
Receipts over (under) expenditures	(55,568)	123,958		
UNENCUMBERED CASH, beginning	400,000	344,432		
UNENCUMBERED CASH, ending	$ 344,432	468,390		
AT RISK (4 YEAR OLD)				
RECEIPTS				
Transfer from				
General	$ 96,849	65,825	108,502	(42,677)
Supplemental General	-	6,890	12,000	(5,110)
Total receipts	96,849	72,715	120,502	(47,787)
EXPENDITURES				
Salaries and benefits	96,849	72,715	120,502	(47,787)
Receipts over (under) expenditures	-	-		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	-		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
BILINGUAL EDUCATION				
RECEIPTS				
Transfer from Supplemental General	$ 3,417	3,842	3,500	342
EXPENDITURES				
Instruction	3,417	3,200	3,500	(300)
Receipts over (under) expenditures	-	642		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	642		

SCHEDULE 2

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
CAPITAL OUTLAY				
RECEIPTS				
Tax in process	$ 7,220	8,314	11,537	(3,223)
Current tax	337,537	330,152	319,091	11,061
Delinquent tax	3,278	5,855	4,437	1,418
Vehicle tax	39,257	42,263	41,067	1,196
Mineral tax	342	544	-	544
Interest	20,376	254,261	-	254,261
Grants and other	-	70,070	-	70,070
State aid	172,915	183,618	183,824	(206)
Transfer from General	47,212	-	-	-
Total receipts	628,137	895,077	559,956	335,121
EXPENDITURES				
Instruction	10,482	42,358	14,000	28,358
Student support services	15,306	-	-	-
School administration	6,465	10,663	-	10,663
Student transportation	142,067	4,000	292,345	(288,345)
Operations and maintenance	98,304	1,910	1,235,000	(1,233,090)
Total expenditures	272,624	58,931	1,541,345	(1,482,414)
Receipts over (under) expenditures	355,513	836,146		
UNENCUMBERED CASH, beginning	1,510,904	1,883,722		
Prior year cancelled encumbrance	17,305	-		
UNENCUMBERED CASH, ending	$ 1,883,722	2,719,868		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
DRIVER TRAINING				
RECEIPTS				
State aid	$ 9,899	4,200	5,400	(1,200)
Other	-	5,525	-	5,525
Total receipts	9,899	9,725	5,400	4,325
EXPENDITURES				
Salaries and benefits	16,300	7,555	30,509	(22,954)
Equipment and furnishings	1,059	-	-	-
Total expenditures	17,359	7,555	30,509	(22,954)
Receipts over (under) expenditures	(7,460)	2,170		
UNENCUMBERED CASH, beginning	32,570	25,110		
UNENCUMBERED CASH, ending	$ 25,110	27,280		
FOOD SERVICE				
RECEIPTS				
Lunch and breakfast sales	$ 8,001	130,882	124,803	6,079
Federal aid	578,621	350,115	259,016	91,099
State aid	3,848	3,664	2,818	846
Other	1,180	961	-	961
Transfer from Supplemental General	-	150	-	150
Total receipts	591,650	485,772	386,637	99,135
EXPENDITURES				
Salaries and benefits	211,559	248,767	252,000	(3,233)
Food and supplies	250,971	265,755	300,000	(34,245)
Equipment	7,166	52,478	15,000	37,478
Total expenditures	469,696	567,000	567,000	-
Receipts over (under) expenditures	121,954	(81,228)		
UNENCUMBERED CASH, beginning	112,422	234,376		
UNENCUMBERED CASH, ending	$ 234,376	153,148		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
PROFESSIONAL DEVELOPMENT				
RECEIPTS				
Professional Development	$ 150	3,755	-	3,755
State Aid	-	3,371	-	3,371
Transfer from				
General	-	9,888	-	9,888
Supplemental General	-	45,524	33,235	12,289
Total receipts	150	62,538	33,235	29,303
EXPENDITURES				
Salaries and benefits	8,172	4,832	9,500	(4,668)
Purchased services and other	24,329	24,065	43,500	(19,435)
Total expenditures	32,501	28,897	53,000	(24,103)
Receipts over (under) expenditures	(32,351)	33,641		
UNENCUMBERED CASH, beginning	53,661	21,310		
UNENCUMBERED CASH, ending	$ 21,310	54,951		
PARENT EDUCATION				
RECEIPTS				
Transfer from General	$ 8,500	9,000	9,000	-
EXPENDITURES				
Purchased services and other	8,500	9,000	9,000	-
Receipts over (under) expenditures	-	-		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	-		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
SPECIAL EDUCATION				
RECEIPTS				
Other	$ -	42,547	-	42,547
Transfer from				
General	734,982	861,795	851,128	10,667
Supplemental General	500,000	423,960	500,000	(76,040)
Total receipts	1,234,982	1,328,302	1,351,128	(22,826)
EXPENDITURES				
Salaries and benefits	54,797	88,609	97,280	(8,671)
Purchased services	1,669	-	1,800	(1,800)
Supplies and other	12,613	9,216	21,750	(12,534)
Tuition	1,167,388	1,193,578	1,170,573	23,005
Total expenditures	1,236,467	1,291,403	1,291,403	-
Receipts over (under) expenditures	(1,485)	36,899		
UNENCUMBERED CASH, beginning	521,543	520,058		
UNENCUMBERED CASH, ending	$ 520,058	556,957		

SCHEDULE 2

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
CAREER AND POSTSECONDARY EDUCATION				
RECEIPTS				
Federal aid	$ 1,691	3,982	-	3,982
CTE transportation state aid	-	9,141	8,281	860
Other	-	5,533	-	5,533
Transfer from				
General	18,537	165,813	206,458	(40,645)
Supplemental General	149,772	300,693	395,234	(94,541)
Total receipts	170,000	485,162	609,973	(124,811)
EXPENDITURES				
Salaries and benefits	136,508	471,203	580,131	(108,928)
Tuition and other	35,092	13,959	29,842	(15,883)
Total expenditures	171,600	485,162	609,973	(124,811)
Receipts over (under) expenditures	(1,600)	-		
UNENCUMBERED CASH, beginning	1,600	-		
UNENCUMBERED CASH, ending	$ -	-		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
GIFTS AND GRANTS				
RECEIPTS				
Pre-K Pilot Grant (CIF)	$ 22,500	-	22,500	(22,500)
Pre-K Pilot Grant (TANF)	16,409	6,091	22,500	(16,409)
Safe and Secure Grant		14,631	-	14,631
KPP GEER	-	45,000	-	45,000
Contributions and other	100	186	-	186
Total receipts	39,009	65,908	45,000	20,908
EXPENDITURES				
Instruction	45,000	45,000	45,000	-
Instruction support staff	-	14,631	-	14,631
	45,000	59,631	45,000	14,631
Adjustment for qualifying budget credits	-	-	14,631	(14,631)
Total expenditures	45,000	59,631	59,631	-
Receipts over (under) expenditures	(5,991)	6,277		
UNENCUMBERED CASH, beginning	110	(5,881)		
UNENCUMBERED CASH, ending	$ (5,881)	396		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
KPERS SPECIAL RETIREMENT CONTRIBUTION				
RECEIPTS				
State aid	$ 699,465	726,761	730,941	(4,180)
EXPENDITURES				
Instruction	468,641	452,306	500,000	(47,694)
Employee Benefits	-	26,994	15,000	11,994
Instructional support	34,973	27,254	35,992	(8,738)
General administration	27,979	25,705	29,000	(3,295)
School administration	62,952	66,778	64,678	2,100
Central services	-	21,532	-	21,532
Operations & maintenance	55,957	63,911	58,222	5,689
Student transportation services	20,984	19,555	3,549	16,006
Food service	27,979	22,726	24,500	(1,774)
Total expenditures	699,465	726,761	730,941	(4,180)
Receipts over (under) expenditures	-	-		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	-		

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
CONTINGENCY RESERVE		
RECEIPTS	$ -	-
EXPENDITURES	-	-
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	547,000	547,000
UNENCUMBERED CASH, ending	$ 547,000	547,000
STUDENT HEALTH INITIATIVE		
RECEIPTS	$ -	-
EXPENDITURES		
Other	-	4,314
Receipts over (under) expenditures	-	(4,314)
UNENCUMBERED CASH, beginning	4,314	4,314
UNENCUMBERED CASH, ending	$ 4,314	-
STUDENT MATERIAL REVOLVING		
RECEIPTS		
Fees	$ 39,357	43,987
EXPENDITURES		
Textbooks	21,714	25,021
Other	6,367	7,913
Materials and supplies	50	716
Total expenditures	28,131	33,650
Receipts over (under) expenditures	11,226	10,337
UNENCUMBERED CASH, beginning	89,976	101,202
UNENCUMBERED CASH, ending	$ 101,202	111,539

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
AFTER SCHOOL PROGRAM		
RECEIPTS		
Other	$ 63,802	68,441
EXPENDITURES		
Salaries and benefits	56,119	59,690
Receipts over (under) expenditures	7,683	8,751
UNENCUMBERED CASH, beginning	14,566	22,249
UNENCUMBERED CASH, ending	$ 22,249	31,000
LITTLE DRAGON PRESCHOOL		
RECEIPTS		
Tuition	$ 54,438	51,327
EXPENDITURES		
Salaries and benefits	35,594	71,307
Other	1,342	2,948
Total expenditures	36,936	74,255
Receipts over (under) expenditures	17,502	(22,928)
UNENCUMBERED CASH, beginning	14,303	31,805
UNENCUMBERED CASH, ending	$ 31,805	8,877
BACK TO SCHOOL BACKPACKS		
RECEIPTS		
Donations	$ 3,372	3,393
EXPENDITURES		
Supplies and other	3,083	3,804
Receipts over (under) expenditures	289	(411)
UNENCUMBERED CASH, beginning	2,497	2,786
UNENCUMBERED CASH, ending	$ 2,786	2,375

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
FEDERAL AND STATE GOVERNMENT PROGRAMS		
IMPROVING BASIC PROGRAMS OPERATED BY		
LOCAL EDUCATIONAL AGENCIES (TITLE I)		
RECEIPTS		
Federal aid	$ 123,209	125,140
EXPENDITURES		
Salaries and benefits	120,443	116,508
Supplies and other	2,766	8,632
Total expenditures	123,209	125,140
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-
SUPPORTING EFFECTIVE INSTRUCTION		
PROGRAM (TITLE II)		
RECEIPTS		
Federal aid	$ 21,665	24,994
EXPENDITURES		
Salaries and benefits	10,000	10,000
Supplies and other	11,665	14,994
Total expenditures	21,665	24,994
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
FEDERAL AND STATE GOVERNMENT PROGRAMS		
NO CHILD LEFT BEHIND ACT		
PROGRAM (TITLE III)		
RECEIPTS		
Federal aid	$ -	1,800
EXPENDITURES		
Supplies and other	-	1,800
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-
STUDENT SUPPORT ACADEMIC ENRICHMENT		
PROGRAM (TITLE IV)		
RECEIPTS		
Federal aid	$ 16,008	16,121
EXPENDITURES		
Salaries and benefits	5,159	6,000
Supplies and other	10,849	10,121
Total expenditures	16,008	16,121
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
FEDERAL AND STATE GOVERNMENT PROGRAMS		
ELEMENTARY & SECONDARY SCHOOL EMERGENCY RELIEF FUND (ESSER II)		
RECEIPTS		
Federal aid	$ 180,551	169,517
EXPENDITURES		
Salaries and benefits	120,307	152,799
Equipment and maintenance	6,574	-
Supplies and other	53,670	16,718
Total expenditures	180,551	169,517
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-
ELEMENTARY & SECONDARY SCHOOL EMERGENCY RELIEF FUND (ESSER III)		
RECEIPTS		
Federal aid	$ -	159,433
EXPENDITURES		
Supplies and other	-	162,646
Receipts over (under) expenditures	-	(3,213)
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	(3,213)

Halstead-Bentley Unified School District No. 440

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
FEDERAL AND STATE GOVERNMENT PROGRAMS		
KDHE COVID TESTING GRANT		
RECEIPTS		
Federal and state grants	$ 8,564	204,519
EXPENDITURES		
Salaries and benefits	8,564	-
Supplies and other	-	608
Equipment and maintenance	-	203,911
Total expenditures	8,564	204,519
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-
EPA CLEAN SCHOOL BUS PROGRAM		
RECEIPTS		
Federal aid	$ -	-
EXPENDITURES		
Vehicle Services	-	1,220,243
Receipts over (under) expenditures	-	(1,220,243)
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	(1,220,243)

Halstead-Bentley Unified School District No. 440

Bond and Interest Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
BOND AND INTEREST				
RECEIPTS				
Tax in process	$ 11,423	10,958	15,449	(4,491)
Current tax	444,575	468,200	452,450	15,750
Delinquent tax	4,861	8,281	5,846	2,435
Vehicle tax	62,372	62,496	60,946	1,550
Mineral tax	452	765	-	765
State aid	431,807	480,784	480,784	-
Transfer from Bond Redemption	4,848	-	-	-
Total receipts	960,338	1,031,484	1,015,475	16,009
EXPENDITURES				
Principal	815,000	835,000	835,000	-
Interest	84,598	72,140	72,140	-
Total expenditures	899,598	907,140	907,140	-
Receipts over (under) expenditures	60,740	124,344		
UNENCUMBERED CASH, beginning	1,651,193	1,711,933		
UNENCUMBERED CASH, ending	$ 1,711,933	1,836,277		

SCHEDULE 2

Halstead-Bentley Unified School District No. 440

Bond and Interest Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL
Regulatory Basis

For the Year Ended June 30, 2023
(With Comparative Actual Totals for the Prior Year Ended June 30, 2022)

	2022	2023
BOND REDEMPTION		
RECEIPTS		
Bond proceeds	$ -	-
EXPENDITURES		
Transfer to Bond and Interest	4,848	-
Receipts over (under) expenditures	(4,848)	-
Unencumbered cash, beginning	4,848	-
Unencumbered cash, ending	$ -	-

SCHEDULE 3

Halstead-Bentley Unified School District No. 440

Agency Funds

SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis

For the Year Ended June 30, 2023

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
STUDENT ORGANIZATIONS				
High School				
Art	$ 1,592	-	-	1,592
Cheer	1,977	13,799	10,687	5,089
Chemistry	357	-	-	357
Class of 2018	917	-	917	-
Class of 2021	1,774	-	1,774	-
Class of 2022	551	-	551	-
Class of 2023	1,389	-	1,380	9
Class of 2024	676	5,042	3,652	2,066
Class of 2025	-	45	-	45
Color Guard	214	-	207	7
Dance	4,052	10,057	9,658	4,451
Dragon Woods	2,411	56	-	2,467
Dragon Corps	280	-	-	280
Drivers Education	-	5,525	5,525	-
Embroidery	110	-	-	110
Enrollment	-	1,119	769	350
FACS Revolving	(14)	14	14	(14)
Faculty	(15)	545	404	126
FCA	756	82	-	838
In & Out	57	5,391	5,419	29
Kay	3,758	10,333	11,477	2,614
Library	1,107	-	119	988
Marching	11	2,468	2,454	25
National Honor Society	353	-	321	32
Nutrition & Wellness	52	-	-	52
Petty Cash	-	2,662	2,662	-
Printshop	2,707	1,474	1,460	2,721
Scholarships	220	275	275	220
Spanish	666	-	-	666
Stand	170	-	-	170
Stuco	2,721	7,894	5,222	5,393
Stuco CD	1,449	-	-	1,449

Halstead-Bentley Unified School District No. 440

Agency Funds

SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis

For the Year Ended June 30, 2023

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
STUDENT ORGANIZATIONS (Continued)				
Student Support	$ -	3,105	1,812	1,293
The Lair	5,418	-	-	5,418
Vocal/Tri-M	2,956	5,812	5,283	3,485
Wood	-	4,676	4,676	-
Total High School	38,672	80,374	76,718	42,328
Middle School	7,775	3,369	2,126	9,018
Grade School	15,817	574	3,004	13,387
Total Student Organizations	62,264	84,317	81,848	64,733
SALES TAX	-	8,110	8,110	-
Total Agency Funds	$ 62,264	92,427	89,958	64,733

Halstead-Bentley Unified School District No. 440

District Activity Funds

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis

For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
ACTIVITY GATE RECEIPTS						
High School						
Athletics	$ 33,775	96,345	100,206	29,914	-	29,914
Concessions	5,391	12,111	12,155	5,347	-	5,347
Musicals	2,220	5,987	2,428	5,779	-	5,779
Middle School						
Athletics	12,113	3,632	3,656	12,089	-	12,089
Concessions	4	10,030	7,501	2,533	-	2,533
Total Activity Gate Receipts	$ 53,503	128,105	125,946	55,662	-	55,662
SCHOOL PROJECTS						
High School	$ 2,231	5,985	7,732	484	-	484
Middle School	19,428	26,229	29,105	16,552	-	16,552
Elementary School	671	997	908	760	-	760
Total School Projects	$ 22,330	33,211	37,745	17,796	-	17,796

UNIFIED SCHOOL DISTRICT NO. 440

OTHER SUPPLEMENTARY INFORMATION

SINGLE AUDIT SECTION

FOR THE YEAR ENDED JUNE 30, 2023

Knudsen Monroe & Company LLC

512 N. Main St, Newton, Kansas 67114-2229 316 283-5366 • 316 283-8379 Fax

INDEPENDENT AUDITOR'S 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
Halstead-Bentley Unified School District No. 440
Halstead, 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 summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (financial statement) of Halstead-Bentley Unified School District No. 440, Halstead, Kansas (District), as of and for the year ended June 30, 2023, and the related disclosures to the financial statement, and have issued our report thereon dated September 27, 2023. Our report contained an adverse opinion because the financial statement was presented using accounting practices prescribed or permitted by the State of Kansas.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Knudsen, Monroe & Company, LLC.

Certified Public Accountants
Newton, Kansas
September 27, 2023

Knudsen Monroe & Company LLC

512 N. Main St, Newton, Kansas 67114-2229 316 283-5366 • 316 283-8379 Fax

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

Board of Education
Halstead-Bentley Unified School District No. 440
Halstead, Kansas

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Halstead-Bentley Unified School District No. 440, Halstead, Kansas' (District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended June 30, 2023. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2023.

Basis for Opinion on the 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 *Kansas Municipal Audit and Accounting Guide*, and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 the District's compliance with the requirements of the 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 the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

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

Knudsen, Monroe & Company, LLC

Certified Public Accountants
Newton, Kansas
September 27, 2023

Halstead-Bentley Unified School District No. 440

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2023

Federal Grantor / Pass-through Grantor / Program or Cluster Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Total Federal Expenditures
U.S. Department of Agriculture			
Passed through Kansas Department of Education			
Child Nutrition Cluster			
School Breakfast Program	10.553	D0440	$ 69,066
National School Lunch Program	10.555	D0440	204,147
National School Lunch Program Supply Chain Assistance	10.555	D0440	35,311
Summer Food Service Program for Children	10.559	D0440	41,591
Total U.S. Department of Agriculture			**350,115**
U.S. Department of Education			
Passed through Kansas Department of Education			
Career and Technical Education - Basic Grants to States	84.048	D0440	3,982
Title I Grants to Local Educational Agencies	84.010	D0440	125,140
Supporting Effective Instruction State Grants	84.367	D0440	24,994
No Child Left Behind Act Program	84.031	D0440	1,800
Student Support and Academic Enrichment Program	84.424	D0440	16,121
COVID-19 Elementary and Secondary School Emergency Relief Fund II	84.425D	D0440	169,517
COVID-19 Elementary and Secondary School Emergency Relief Fund III	84.425U	D0440	162,646
COVID-19 Emergency Assistance to Non-Public Schools	84.425V	D0440	45,000
Total U.S. Department of Education			**549,200**
U.S. Department of Health and Human Services			
Passed through Kansas Department of Education			
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	D0440	204,519
Temporary Assistance for Needy Families	93.558	D0440	6,091
Total U.S. Department of Health and Human Services			**210,610**
U.S. Environmental Protection Agency			
2022 Clean School Bus (CSB) Rebates Program	66.045		1,220,243
Total U.S. Environmental Protection Agency			**1,220,243**
Total Expenditures of Federal Awards			**$ 2,330,168**

The notes to the schedule of expenditures of federal awards are an integral part of this schedule.

Halstead-Bentley Unified School District No. 440

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended June 30, 2023

A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Halstead-Bentley Unified School District No. 440, Halstead, Kansas (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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position of the District. The Schedule is presented using a regulatory basis of accounting prescribed by the *Kansas Municipal Audit and Accounting Guide* (as described in Note 1 to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the regulatory basis of accounting described in Note 1 to the District's financial statement. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

C. INDIRECT COST RATE

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

Halstead-Bentley Unified School District No. 440

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified (Regulatory Basis) Adverse - GAAP	
Internal control over financial reporting:		
Material weakness(es) identified?	____ Yes	X No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	____ Yes	X No
Noncompliance material to financial statement noted?	____ Yes	X No

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	____ Yes	X No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	____ Yes	X No
Type of auditor's report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ Yes	X No

Identification of major program:

Assistance Listing Number	Name of Federal Program or Cluster
66.045	2022 Clean School Bus (CSB) Rebates Program

Dollar threshhold used to distinguish between Type A and Type B programs	$750,000	
Auditee qualified as low-risk auditee?	____ Yes	X No

Section II - Financial Statement Findings

There were no reportable findings.

Section III - Federal Award Findings and Questioned Costs

There were no reportable findings.