UNIFIED SCHOOL DISTRICT NO. 336

Holton, Kansas

FINANCIAL STATEMENT

WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

and

INDEPENDENT AUDITOR'S REPORT

June 30, 2023

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
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March 6, 2025

VARNEY
& ASSOCIATES, CPAs, LLC

Board of Education
Unified School District No. 336
Holton, Kansas

Independent Auditor's Report

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory receipts, expenditures, and unencumbered cash balances of Unified School District No. 336 (the District), as of and for the year ended June 30, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2023, and the aggregate receipts and expenditures for they year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* (KMAAG) 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), KMAAG and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 audits. 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 the 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 KMAAG, 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 KMAAG as described in Note 1; this includes determining regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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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, 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 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not required as part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. 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.

Other Supplementary Information
Our audit was conducted for the purpose of forming an opinion on the financial statement that collectively comprises the District's basic financial statement. The Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards
In accordance with *Government Auditing Standards*, we have also issued our report dated March 6, 2025 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cancellation of Prior Year Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds:							
General Fund	$ -	$ 5	$ 8,570,618	$ 8,570,623	$ -	$ 245,569	$ 245,569
Supplemental General Fund	33,883	1,773	2,839,516	2,821,623	53,549	671	54,220
Special Purpose Funds							
Career and Postsecondary Education	-	-	348,144	339,202	8,942	24,992	33,934
Special Education Fund	119,771	-	1,512,310	1,285,707	346,374	-	346,374
Driver Education	54,195	-	15,461	7,513	62,143	-	62,143
Food Service Fund	521,664	-	817,830	838,444	501,050	8,557	509,607
Capital Outlay Fund	391,032	309,328	1,327,325	295,772	1,731,913	7,741	1,739,654
Gifts and Grants Fund	52,159	81	354,567	14,193	392,614	-	392,614
Parent Education Fund	1,500	-	19,500	21,000	-	-	-
Professional Development Fund	15,000	-	104,787	104,787	15,000	-	15,000
Summer School Fund	5,000	-	45,323	37,459	12,864	-	12,864
Special Education Cooperative Fund	1,578,312	5	5,561,625	5,684,823	1,455,119	-	1,455,119
KPERS Special Contribution Fund	-	-	1,506,111	1,506,111	-	-	-
At-Risk (K-12)	-	-	1,418,343	1,396,403	21,940	44,081	66,021
At-Risk (4 year olds)	-	-	176,772	157,908	18,864	7,516	26,380
Bilingual Education Fund	-	-	25,112	25,112	-	-	-
Virtual Education Fund	-	-	133,345	133,593	(248)	-	(248)
Federal Funds	(779,821)	-	558,905	1,196,901	(1,417,817)	2,907	(1,414,910)
Textbook Rental Fund	267,055	27	48,355	70,793	244,644	-	244,644
Contingency Reserve Fund	882,000	-	165,219	165,219	882,000	-	882,000
JCCTCC Fund	1,807	-	1,454	1,208	2,053	-	2,053
District Activity Funds	206,681	-	570,390	506,282	270,789	-	270,789

(Continued)

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cancellation of Prior Year Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS (CONTINUED)							
Bond and Interest Fund							
Bond and Interest Fund - #1	$ 2,413,634	$ -	$ 2,383,888	$ 2,310,029	$ 2,487,493	$ -	$ 2,487,493
Capital Projects - Elementary Bond	154,536	-	81	16,939	137,678	-	137,678
Total Reporting Entity (Excluding Agency Funds)	$ 5,918,408	$ 311,219	$ 28,504,981	$27,507,644	$ 7,226,964	$ 342,034	$ 7,568,998

Composition of Cash	
Checking Accounts	$ 689,561
Savings Accounts	6,304,954
Construction Account	4,103
Total Bank Accounts	$ 6,998,618
Kansas Municipal Investment Pool	671,951
Total Bank Accounts and Investments	$ 7,670,569
Less: Agency Funds per Schedule 3	(101,571)
Total Reporting Entity (Excluding Agency Funds)	$ 7,568,998

STATEMENT 1 (CONTINUED)

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

Note 1: Summary of Significant Accounting Policies

Financial Reporting Entity

The Unified School District No. 336 (the District), is a municipal corporation governed by an elected seven member board. The District as an entity has been defined to include, on a combined basis, (a) the District (b) organizations for which the District is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting District's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Descriptions

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

The following types of funds comprise the financial activities of the District:

Governmental Funds

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

Special Purpose Funds are used to account for the proceeds of specific revenue sources (other than major capital projects and tax levies for long-term debt) that are restricted by law or administrative action to expenditure for specified purposes.

Capital Project Funds are used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Bond and Interest Fund is used to account for the accumulation of resources for and the payment of interest and principal on general long-term debt.

Fiduciary Funds

Trust and Agency Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Those include expendable trust funds and agency funds. The activity funds are considered an agency fund and the balance on hand is payable to student organizations.

Basis of Presentation

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 balances 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 revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Descriptions (Continued)

Reimbursed Expenses

Expenditures in the amount of $17,682 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

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

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

Use of Estimates

The preparation of a financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 2: Budgetary Information

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

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

If the 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.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. 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 such amendments this year.

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

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

Note 2: Budgetary Information (Continued)

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

Textbook	Contingency Reserve
JCCTCC Grant	

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 3: Deposits and Investments

As of June 30, 2023, the District had the following investment:

		Investment Maturities (in Years)		
Investment Type	**Fair Value**	**Less than 1**	**1 to 2**	**Rating U.S.**
Kansas Municipal Investment Pool	$ 671,951	$ 671,951	$ -	N/A

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located 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 limits its investment choices. The rating of the District's investment is noted above.

Concentration of credit risk - State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2023, is as follows:

Investments	**Percentage of Investments**
Kansas Municipal Investment Pool	100%

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 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 limits its investment choices. The rating of the District's investment is noted above.

Note 3: Deposits and Investments (Continued)

Concentration of credit risk - State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2023, is as follows:

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 District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not utilize peak periods. All deposits were legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $6,998,618 and the bank balance was $7,811,082. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $504,225 was covered by the federal depository insurance, and the remaining balance was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

Note 4: 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.

Note 4: Defined Benefit Pension Plan (Continued)

Contributions (Continued)

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 14.83% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

The 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 $1,506,111 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 $16,675,673. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement. The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

Note 5: Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the district carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

Note 6: Stewardship, Compliance and Accountability

We noted no violations of Kansas Statutes during the period under examination.

Note 7: Compensated Absences

The District does not reimburse employees for unused vacation time. Employees working less than twelve months per year earn ten days sick leave per year. Full year employees earn twelve days sick leave annually. Classified sick leave is accrued in hours equal to each individual's working day and cannot exceed the equivalent of seventy five of an individual's work days. Each year, the District reimburses employees for accumulated unused sick leave in excess of seventy five days. The District has not accrued compensated absences at June 30, 2023.

Note 8: Other Post-Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care 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. There is no cost to the District under this program.

Note 9: Interfund Transfers

From	To	Statutory Authority	Amount
General Fund	Special Education Fund	K.S.A. 72-6428	$ 1,269,323
General Fund	Capital Outlay Fund	K.S.A. 72-6428	421,105
General Fund	Career and Postsecondary Fund	K.S.A. 72-6428	333,086
General Fund	At-Risk (K-12) Fund	K.S.A. 72-5153	1,087,442
General Fund	At Risk (4 year old) Fund	K.S.A. 72-6428	161,786
General Fund	Bilingual Fund	K.S.A. 72-6428	1,310
General Fund	Virtual Education Fund	K.S.A. 72-6428	133,345
General Fund	Professional Development Fund	K.S.A. 72-6428	36,238
General Fund	Summer School Fund	K.S.A. 72-6428	21,439
General Fund	Parent Education Fund	K.S.A. 72-6428	19,500
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	165,219
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	226,632
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	5,083
Supplemental General Fund	Professional Development Fund	K.S.A. 72-6433	56,213
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	330,901
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	23,802
Supplemental General Fund	Summer School Fund	K.S.A. 72-6433	23,884
			$ 4,316,308

Note 10: Contingency

The District receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District's management, such disallowances, if any, will not be significant to the District's financial statement.

Note 11: Subsequent Events

Management has evaluated subsequent events through March 6, 2025, which is the date the financial statement was available to be released.

Note 12: Indebtedness

The District is subject to the statutes of the State of Kansas that limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible taxable property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2023, the statutory limit for the District was $8,394,337 thus creating excess indebtedness of $8,530,663. The outstanding bond principal represents 28.23% of the District valuation. The District has received approval from the Kansas State Board of Education to exceed the general bond debt limitation.

Note 13: Long-Term Debt

Changes in long-term liabilities for the District for the year were as follows:

	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Changes	Balance End of Year	Interest Paid
General Obligation Bonds										
2014 Issue	2-6.07%	8/27/14	$ 3,485,000	9/1/22	$ 635,000	$ -	$ 635,000	$ (635,000)	$ -	$ 15,875
2017 Issue	3-4%	6/1/17	9,230,000	9/1/36	5,285,000	-	135,000	(135,000)	5,150,000	156,525
2017-8 Issue	3-4%	6/1/17	8,570,000	9/1/36	4,165,000	-	135,000	(135,000)	4,030,000	153,338
2022 Issue	.32-1.81%	9/15/21	8,730,000	9/1/31	8,730,000	-	985,000	(985,000)	7,745,000	94,291
Capital Leases										
High School Addition #2	.95-2.88	5/1/13	560,000	4/1/23	60,000	-	60,000	(60,000)	-	1,726
Total Long-Term Debt					$ 18,875,000	$ -	$ 1,950,000	$ (1,950,000)	$ 16,925,000	$ 421,755

Note 13: Long-Term Debt (Continued)

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

	2024	2025	2026	2027	2028	2029-2033	Total
Principal							
General Obligation Bonds	$ 1,950,000	$ 1,995,000	$ 2,035,000	$ 2,085,000	$ 2,130,000	$ 6,730,000	$ 16,925,000
Interest							
General Obligation Bonds	379,205	339,102	295,669	248,798	199,024	290,315	1,752,113
Total Principal and Interest	$ 2,329,205	$ 2,334,102	$ 2,330,669	$ 2,333,798	$ 2,329,024	$ 7,020,315	$ 18,677,113

REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds:						
General Fund	$ 8,904,320	$ (351,379)	$ 17,682	$ 8,570,623	$ 8,570,623	$ -
Supplemental General Fund	2,924,197	(21,558)	-	2,902,639	2,821,623	(81,016)
Special Revenue Funds						
Career and Postsecondary Education Fund	400,788	-	-	400,788	339,202	(61,586)
Special Education Fund	1,574,840	-	-	1,574,840	1,285,707	(289,133)
Driver Training Fund	69,201	-	-	69,201	7,513	(61,688)
Food Service Fund	1,219,380	-	-	1,219,380	838,444	(380,936)
Capital Outlay Fund	2,191,516	-	-	2,191,516	295,772	(1,895,744)
Gifts and Grants Fund	102,241	-	-	102,241	14,193	(88,048)
Parent Education Fund	21,000	-	-	21,000	21,000	-
Professional Development Fund	113,384	-	-	113,384	104,787	(8,597)
Summer School Fund	30,662	-	-	30,662	37,459	6,797
Special Education Cooperative Fund	7,200,163	-	-	7,200,163	5,684,823	(1,515,340)
KPERS Special Contribution Fund	1,684,371	-	-	1,684,371	1,506,111	(178,260)
At-Risk Fund (K-12)	1,907,442	-	-	1,907,442	1,396,403	(511,039)
At-Risk Fund (4 year olds)	215,387	-	-	215,387	157,908	(57,479)
Bilingual Education Fund	35,888	-	-	35,888	25,112	(10,776)
Virtual Education Fund	135,000	-	-	135,000	133,593	(1,407)
Bond & Interest Fund						
Bond and Interest Fund	2,310,029	-	-	2,310,029	2,310,029	-
Total Funds	$ 31,039,809	$ (372,937)	$ 17,682	$ 30,684,554	$ 25,550,302	$ (5,134,252)

SCHEDULE 1

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 8,552,941	$ 8,904,320	$ (351,379)
Reimbursements	17,677	-	17,677
Total Receipts	$ 8,570,618	$ 8,904,320	$ (333,702)
EXPENDITURES			
Instruction	$ 2,116,120	$ 2,828,951	$ (712,831)
Student support services	321,292	382,595	(61,303)
Instructional support staff	349,366	334,934	14,432
General administration	138,491	143,161	(4,670)
School administration	607,777	618,169	(10,392)
Operations and maintenance	815,841	739,729	76,112
Student transportation services	459,723	467,113	(7,390)
Central support services	112,220	125,154	(12,934)
Operating transfers	3,649,793	3,264,514	385,279
Adjustment to comply with legal max	-	(351,379)	351,379
Adjustment for qualifying budget credits	-	17,682	(17,682)
Total Expenditures	$ 8,570,623	$ 8,570,623	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (5)		
UNENCUMBERED CASH - BEGINNING	-		
PLUS: CANCELLATION OF ENCUMBRANCE	5		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 867,678	$ 892,616	$ (24,938)
Delinquent tax	5,637	7,445	(1,808)
Motor vehicle tax	107,479	96,550	10,929
RV tax	1,904	1,762	142
State aid/grants	1,856,818	1,870,609	(13,791)
Transfers in	-	56,750	(56,750)
Total Receipts	$ 2,839,516	$ 2,925,732	$ (86,216)
EXPENDITURES			
Instruction	$ 1,440,596	$ 911,618	$ 528,978
Student support services	2,423	10,100	(7,677)
Instructional support staff	6,185	34,430	(28,245)
General administration	3,657	14,569	(10,912)
School administration	27,997	85,218	(57,221)
Operations and maintenance	647,675	615,303	32,372
Student transportation services	26,575	39,708	(13,133)
Operating transfers	666,515	1,213,251	(546,736)
Adjustment to comply with legal max	-	(21,558)	21,558
Total Expenditures	$ 2,821,623	$ 2,902,639	$ (81,016)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 17,893		
UNENCUMBERED CASH - BEGINNING	33,883		
PLUS: CANCELLATION OF ENCUMBRANCE	1,773		
UNENCUMBERED CASH - ENDING	$ 53,549		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State Aid	$ 15,058	$ 15,788	$ (730)
Operating transfers	333,086	385,000	(51,914)
Total Receipts	$ 348,144	$ 400,788	$ (52,644)
EXPENDITURES			
Instruction	$ 339,202	$ 400,788	$ (61,586)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 8,942		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 8,942		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local - Other	$ 7,604	$ -	$ 7,604
Federal grants	8,751	27,925	(19,174)
Operating transfers	1,495,955	1,427,144	68,811
Total Receipts	$ 1,512,310	$ 1,455,069	$ 57,241
EXPENDITURES			
Instruction	$ 1,256,871	$ 1,510,481	$ (253,610)
Student support services	1,014	70	944
Student transportation services	27,822	64,289	(36,467)
Total Expenditures	$ 1,285,707	$ 1,574,840	$ (289,133)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 226,603		
UNENCUMBERED CASH - BEGINNING	119,771		
UNENCUMBERED CASH - ENDING	$ 346,374		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local - Other	$ 8,461	$ 8,256	$ 205
State aid/grants	7,000	6,750	250
Total Receipts	$ 15,461	$ 15,006	$ 455
EXPENDITURES			
Instruction	$ 6,567	$ 17,861	$ (11,294)
Operations and maintenance	946	51,340	(50,394)
Total Expenditures	$ 7,513	$ 69,201	$ (61,688)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 7,948		
UNENCUMBERED CASH - BEGINNING	54,195		
UNENCUMBERED CASH - ENDING	$ 62,143		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal grants	$ 556,338	$ 478,745	$ 77,593
State aid/grants	5,748	4,250	1,498
Charges for services	250,661	185,678	64,983
Operating transfers	5,083	2,657	2,426
Total Receipts	$ 817,830	$ 671,330	$ 146,500
EXPENDITURES			
Food service operations	$ 838,444	$ 1,219,380	$ (380,936)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (20,614)		
UNENCUMBERED CASH - BEGINNING	521,664		
UNENCUMBERED CASH - ENDING	$ 501,050		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 476,445	$ 455,727	$ 20,718
Delinquent tax	3,195	4,218	(1,023)
Motor vehicle tax	38,845	56,708	(17,863)
Local - Other	14,599	14,239	360
Reimbursements	21,941	-	21,941
State aid/grants	301,183	302,196	(1,013)
Interest income	50,012	-	50,012
Operating transfers	421,105	250,000	171,105
Total Receipts	$ 1,327,325	$ 1,083,088	$ 244,237
EXPENDITURES			
Instruction	$ 199,623	$ 1,009,898	$ (810,275)
Operations and maintenance	4,398	6,333	(1,935)
Student transportation services	28,934	200,000	(171,066)
Facility acquisition and construction services	62,817	975,285	(912,468)
Total Expenditures	$ 295,772	$ 2,191,516	$ (1,895,744)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 1,031,553		
UNENCUMBERED CASH - BEGINNING	391,032		
PLUS: CANCELLATION OF ENCUMBRANCE	309,328		
UNENCUMBERED CASH - ENDING	$ 1,731,913		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local - Other	$ 335,827	$ 50,000	$ 285,827
Federal aid	18,740	-	18,740
Total Receipts	$ 354,567	$ 50,000	$ 304,567
EXPENDITURES			
Instruction	$ 14,193	$ 102,241	$ (88,048)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 340,374		
UNENCUMBERED CASH - BEGINNING	52,159		
PLUS: CANCELLATION OF ENCUMBRANCE	81		
UNENCUMBERED CASH - ENDING	$ 392,614		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
PARENT EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 19,500	$ 19,500	$ -
EXPENDITURES			
Student support services	$ 21,000	$ 21,000	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (1,500)		
UNENCUMBERED CASH - BEGINNING	1,500		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State Aid	$ 12,336	$ 3,900	$ 8,436
Operating transfers	92,451	93,484	(1,033)
Total Receipts	$ 104,787	$ 97,384	$ 7,403
EXPENDITURES			
Instructional support staff	$ 104,787	$ 113,384	$ (8,597)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	15,000		
UNENCUMBERED CASH - ENDING	$ 15,000		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SUMMER SCHOOL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local - miscellaneous	$ -	$ 21,000	$ (21,000)
Operating transfers	45,323	4,662	40,661
Total Receipts	$ 45,323	$ 25,662	$ 19,661
EXPENDITURES			
Instruction	$ 37,459	$ 30,481	$ 6,978
Operations and maintenance	-	181	(181)
Total Expenditures	$ 37,459	$ 30,662	$ 6,797
RECEIPTS OVER (UNDER) EXPENDITURES	$ 7,864		
UNENCUMBERED CASH - BEGINNING	5,000		
UNENCUMBERED CASH - ENDING	$ 12,864		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SPECIAL EDUCATION COOPERATIVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local - Coop	$ 4,069,500	$ 4,291,117	$ (221,617)
Local - Other	21,238	6,000	15,238
Federal grants	1,470,887	1,322,701	148,186
Total Receipts	$ 5,561,625	$ 5,619,818	$ (58,193)
EXPENDITURES			
Instruction	$ 4,310,711	$ 4,756,601	$ (445,890)
Student support services	505,786	369,328	136,458
General administration	342,958	346,942	(3,984)
Operations and maintenance	72,890	50,057	22,833
Student transportation services	435,588	20,000	415,588
Central support services	16,890	1,657,235	(1,640,345)
Total Expenditures	$ 5,684,823	$ 7,200,163	$ (1,515,340)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (123,198)		
UNENCUMBERED CASH - BEGINNING	1,578,312		
PLUS: CANCELLATION OF ENCUMBRANCE	5		
UNENCUMBERED CASH - ENDING	$ 1,455,119		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 1,506,111	$ 1,684,371	$ (178,260)
EXPENDITURES			
Instruction	$ 1,235,012	$ 1,381,185	$ (146,173)
Student support services	30,122	33,687	(3,565)
Instructional support staff	30,122	33,687	(3,565)
General administration	45,184	50,531	(5,347)
School administration	60,244	67,375	(7,131)
Operations and maintenance	45,183	50,531	(5,348)
Student transportation services	30,122	33,687	(3,565)
Central support services	15,061	16,844	(1,783)
Other support services	15,061	16,844	(1,783)
Total Expenditures	$ 1,506,111	$ 1,684,371	$ (178,260)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
AT RISK FUND (K-12)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 1,418,343	$ 1,907,442	$ (489,099)
EXPENDITURES			
Instruction	$ 1,396,389	$ 1,907,296	$ (510,907)
Student transportation services	14	146	(132)
Total Expenditures	$ 1,396,403	$ 1,907,442	$ (511,039)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 21,940		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 21,940		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
AT-RISK FUND (4 YEAR OLDS)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local sources			
Other	$ 14,986	$ 170	$ 14,816
Operating transfers	161,786	215,217	(53,431)
Total Receipts	$ 176,772	$ 215,387	$ (38,615)
EXPENDITURES			
Instruction	$ 151,188	$ 203,413	$ (52,225)
Student transportation services	6,720	11,974	(5,254)
Total Expenditures	$ 157,908	$ 215,387	$ (57,479)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 18,864		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ 18,864		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 25,112	$ 35,888	$ (10,776)
EXPENDITURES			
Instruction	$ 25,112	$ 35,888	$ (10,776)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
VIRTUAL EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Local - other	$ -	$ 63,211	$ (63,211)
Operating transfers	133,345	71,789	61,556
Total Receipts	$ 133,345	$ 135,000	$ (1,655)
EXPENDITURES			
Instruction	$ 28,977	$ 13,706	$ 15,271
Student support services	10,500	17,500	(7,000)
School administration	78,839	94,102	(15,263)
Operations and maintenance	15,277	9,692	5,585
Total Expenditures	$ 133,593	$ 135,000	$ (1,407)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (248)		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ (248)		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
FEDERAL FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal Sources			
Title I	$ 178,593	$ 178,593	$ -
Title II	32,336	32,336	-
Title IV	19,078	19,078	-
ESSER II	164,614	186,771	(22,157)
ESSER III	-	1,255,304	(1,255,304)
Other	164,284	331,887	(167,603)
Total Receipts	$ 558,905	$ 2,003,969	$ (1,445,064)
EXPENDITURES			
Instruction	$ 513,946	$ 13,706	$ 500,240
Student support services	657,459	17,500	639,959
Instructional support	14,259	94,102	(79,843)
General administration	3,433	9,692	(6,259)
Central services	7,804	-	7,804
Total Expenditures	$ 1,196,901	$ 135,000	$ 1,061,901
RECEIPTS OVER (UNDER) EXPENDITURES	$ (637,996)		
UNENCUMBERED CASH - BEGINNING	(779,821)		
PLUS: CANCELLATION OF ENCUMBRANCE	-		
UNENCUMBERED CASH - ENDING	$(1,417,817)		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
NONBUDGETED FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2023

	Textbook	Contingency Reserve	JCCTCC Grant
CASH RECEIPTS			
Local sources - other	$ 48,355	$ -	$ 1,454
Transfers in	-	165,219	-
Total Receipts	$ 48,355	$ 165,219	$ 1,454
EXPENDITURES			
Instruction	$ 53,096	$ -	$ 1,208
Student support services	-	165,219	-
Instructional support staff	17,697	-	-
Total Expenditures	$ 70,793	$ 165,219	$ 1,208
RECEIPTS OVER (UNDER) EXPENDITURES	$ (22,438)	$ -	$ 246
UNENCUMBERED CASH - BEGINNING	267,055	882,000	1,807
PLUS: CANCELLATION OF ENCUMBRANCE	27	-	-
UNENCUMBERED CASH - ENDING	$ 244,644	$ 882,000	$ 2,053

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2023

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 825,590	$ 807,111	$ 18,479
Delinquent tax	5,630	7,458	(1,828)
Motor vehicle tax	97,350	99,797	(2,447)
State aid/grants	1,455,318	1,455,318	-
Total Receipts	$ 2,383,888	$ 2,369,684	$ 14,204
EXPENDITURES			
Debt service	$ 2,310,029	$ 2,310,029	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ 73,859		
UNENCUMBERED CASH - BEGINNING	2,413,634		
UNENCUMBERED CASH - ENDING	$ 2,487,493		

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
CAPITAL PROJECTS FUND - ELEMENTARY BOND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended June 30, 2023

CASH RECEIPTS		
Local sources - other	$	13
Miscellaneous		68
Total Receipts	$	81
EXPENDITURES		
Facility acquisition and construction	$	16,939
RECEIPTS OVER (UNDER) EXPENDITURES	$	(16,858)
UNENCUMBERED CASH - BEGINNING		154,536
UNENCUMBERED CASH - ENDING	$	137,678

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
AGENCY FUNDS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
High School				
Art	$ 2,043	$ 1,345	$ 2,731	$ 657
Band	2,308	23,419	24,854	873
Constitution Club	27	-	27	-
Drama	4,191	389	594	3,986
FFA	58	31,041	30,024	1,075
FFA Grants	1,276	-	-	1,276
FCCLA Club	565	8,131	4,807	3,889
FACS Fees	3,791	1,680	2,801	2,670
Kay Club	593	-	221	372
KLASS	507	48	15	540
National Honor Society	362	55	-	417
Spirit Club	7,609	18,002	10,219	15,392
Petty Cash	-	2,000	2,000	-
Washburn Tech	-	6,000	1,880	4,120
Textbooks	-	10,868	10,823	45
Student Council	4,159	17,327	19,093	2,393
Vocal Music	8,344	8,041	5,611	10,774
Vocational Agriculture	1,118	735	1,533	320
Summer Weights	-	1,830	1,815	15
Class of 2010	96	-	96	-
Class of 2011	682	-	682	-
Class of 2015	120	-	120	-
Class of 2016	113	-	113	-
Class of 2018	1,728	-	1,728	-
Class of 2020	1,046	-	1,046	-
Class of 2021	388	-	-	388
Class of 2022	773	-	773	-
Class of 2023	1,229	60	434	855
Class of 2024	3,600	725	3,760	565
Class of 2025	2,240	2,075	-	4,315
Class of 2026	-	1,925	-	1,925
Dan Fiedler Memorial	50	-	-	50
Bequeath Fund	-	25	-	25
FBLA Club	1,910	-	-	1,910
Spanish Club	407	-	-	407
Honor Flight	-	25,026	18,829	6,197
Middle School				
Student Council	1,336	500	678	1,158
Technology	3,569	6,373	4,711	5,231
Kays	23,435	7,504	3,509	27,430
Music	2,717	180	1,428	1,469
Cookie Dough	3,682	37,622	41,304	-
S.A.F.E.	485	626	645	466
Art	394	1,043	1,071	366
Total	$ 86,951	$ 214,595	$ 199,975	$ 101,571

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Middle School						
Athletics	$ 1,928	$ 37,717	$ 29,786	$ 9,859	$ -	$ 9,859
Volleyball	150	1,320	800	670	-	670
Concessions	2,092	3,267	4,632	727	-	727
High School						
Athletics	1,958	104,587	91,748	14,797	-	14,797
Boys Basketball	3,485	-	1,358	2,127	-	2,127
Girls Basketball	388	3,342	2,958	772	-	772
Track Club	8,187	2,766	6,891	4,062	-	4,062
Volleyball	3,436	20,296	16,551	7,181	-	7,181
Wrestling	59	100	-	159	-	159
Cross Country	2,178	1,736	1,153	2,761	-	2,761
Softball	1,017	867	823	1,061	-	1,061
Girls Wrestling	-	384	-	384	-	384
Girls Golf Club	-	384	-	384	-	384
Subtotal Gate Receipts	$ 24,878	$ 176,766	$ 156,700	$ 44,944	$ -	$ 44,944
School Projects						
Elementary School						
General	$ 10,382	$ 29,482	$ 21,949	$ 17,915	$ -	$ 17,915
Petty Cash	-	460	460	-	-	-
PBIS	1,729	4,393	4,752	1,370	-	1,370
Owls Garden Fund	1,365	845	681	1,529	-	1,529
Optimist Donation	-	-	-	-	-	-
Book Fair	680	7,081	6,456	1,305	-	1,305
Preschool	-	15,008	15,008	-	-	-
Textbook	-	11,511	11,511	-	-	-
Food Service	-	68,011	68,011	-	-	-
Grants	615	701	105	1,211	-	1,211
Yearbook	1,001	1,169	1,153	1,017	-	1,017
Fieldtrips	2	2,245	2,247	-	-	-

(Continued)

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (Continued)						
Middle School						
Faculty	$ 1,344	$ 2,861	$ 3,094	$ 1,111	$ -	$ 1,111
Library	2,636	675	100	3,211	-	3,211
School Fund	2,741	5,195	3,029	4,907	-	4,907
Petty Cash and sales tax	-	3,705	3,705	-	-	-
Yearbooks	(334)	1,332	-	998	-	998
Awards	(594)	4,030	3,367	69	-	69
Textbook	45	6,260	6,305	-	-	-
Food Service	-	69,224	69,224	-	-	-
High School						
Concessions	$ 17,406	$ 40,485	$ 35,277	$ 22,614	$ -	$ 22,614
Program Ads	14,953	30,000	9,772	35,181	-	35,181
Drivers Ed Fees	-	8,621	8,621	-	-	-
Holtonian	5,139	6,485	2,357	9,267	-	9,267
JCYC	943	5,099	5,283	759	-	759
Football Stadium	45,053	6,350	-	51,403	-	51,403
Touchdown Club	1,107	5,969	5,407	1,669	-	1,669
Laptop Insurance	11,705	3,589	7,760	7,534	-	7,534
Lift A Thon	6,366	2,630	961	8,035	-	8,035
PE Grant	1,743	-	11	1,732	-	1,732
School Fund	22,226	6,694	17,426	11,494	-	11,494
Wall Picture	2,424	-	-	2,424	-	2,424
Yearbook	10,112	15,500	4,325	21,287	-	21,287
Orders/Testing	4,442	5,177	6,300	3,319	-	3,319
IHT	902	-	902	-	-	-
Staff Grants	265	903	-	1,168	-	1,168
Character Program	5,320	-	224	5,096	-	5,096
Patio Pavers	1,791	-	1,791	-	-	-
AG Metal	1,204	3,342	4,298	248	-	248

(Continued)

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (Continued)						
High School (Continued)						
Band Rental Fee	$ 1,034	$ 7,585	$ 7,858	$ 761	$ -	$ 761
Band Classroom	3,690	-	594	3,096	-	3,096
Harold Kennedy	1,100	-	-	1,100	-	1,100
Greenhouse	300	2,804	1,396	1,708	-	1,708
Subtotal School Projects	$ 180,837	$ 385,421	$ 341,720	$ 224,538	$ -	$ 224,538
Other Agency Funds	$ 966	$ 8,203	$ 7,862	$ 1,307	$ -	$ 1,307
Total District Activity Funds	$ 206,681	$ 570,390	$ 506,282	$ 270,789	$ -	$ 270,789

March 6, 2025

Board of Education
Unified School District No. 336
Holton, Kansas

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statement Performed in Accordance with *Government Auditing Standards*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the Unified School District No. 336 (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated March 6, 2025.

Internal Control over Financial Reporting

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

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

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

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

March 6, 2025

Board of Education
Unified School District No. 336
Holton, Kansas

Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance In Accordance With The Uniform Guidance

Unmodified Opinions

We have audited Unified School District No. 336's (the 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 each of District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Basis for Unmodified Opinions

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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Auditor's Responsibilities for the Audit of Compliance (Continued)

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

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

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

Report on Internal Control Over Compliance

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

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

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

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

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2023

	Assistance Number	Pass-Thru Entity Identifying Number	Federal Award Expenditures	Subrecipient Expenditures
U.S. Department of Agriculture				
Passed through Kansas Department of Education				
Child Nutrition Cluster				
School Breakfast	10.553	D0336	$ 126,109	$ -
National School Lunch Program	10.555	D0336	390,213	-
Special Milk	10.556	D0336	3,328	
Cash for Commodities	10.559	D0336	36,687	-
Subtotal Child Nutrition Cluster			$ 556,337	$ -
Total U.S. Department of Agriculture			$ 556,337	$ -
U.S. Department of Education				
Passed through Kansas Department of Education				
Special Education (IDEA) Cluster				
Special Education Grants to States	84.027	D0336	$ 1,011,930	$ -
Special Education Preschool Grants	84.173	D0336	47,676	-
Total Special Education (IDEA) Cluster			$ 1,059,606	$ -
Passed through Kansas Department of Education				
Title I Low Income	84.010	D0336	$ 342,909	$ -
EHC Flo-Thru	84.048	D0336	1,187	-
Early Childhood Aid	84.367	D0336	32,336	-
Supporting Effective Instruction	84.424A	D0336	19,078	-
COVID-19 - Elementary and Secondary School Emergency Relief II	84.425D	D0336	5,307	-
COVID-19 - Elementary and Secondary School Emergency Relief III	84.425U	D0336	648,346	
COVID-19 - Elementary and Secondary School Emergency Relief II	84.425W	D0336	7,804	-
Total U.S. Department of Education			$ 2,116,573	$ -
U.S. Department of Health and Human Services				
Passed through Kansas Department of Education				
COVID-19 - KDHE K-12 COVID Testing Grant	93.323	D0336	$ 90,455	$ -
TOTAL FEDERAL ASSISTANCE			$ 2,763,365	$ -

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2023

Note 1: Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 336 Holton, Kansas and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statement. The District elected not to use the 10% de minimis indirect cost rate.

Note 3: Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

Note 4: Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2023.

Note 5: Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2023.

Note 6: Sub-recipient Grants

No federal awards were passed through to subrecipients

UNIFIED SCHOOL DISTRICT NO. 336
Holton, Kansas
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditors' report issued:	Unmodified	
Internal control over financial reporting:		
Material weaknesses identified?	___ Yes	_X_ None
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	_X_ None reported
Noncompliance material to financial statements noted?	___ Yes	_X_ None

Federal Awards

Internal controls over major programs:		
Material weaknesses identified?	___ Yes	_X_ No
Significant deficiencies identified not considered to be material weaknesses?	___ Yes	_X_ None reported
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 Title 2 U.S. Code of Federal Regulations (CFR) Part 200.516(a)	___ Yes	_X_ No

Identification of major programs:

Name of Federal Program	CFDA Number
Special Education (IDEA) Cluster	84.027A and 84.173A
COVID-19 - Elementary and Secondary School Emergency Relief	84.425D/84.425U/84.425W

Dollar threshold used to distinguish between Type A and Type B programs:	$	750,000
Auditee qualified as a low-risk auditee?	___ Yes	_X_ No

NOTE: Beginning with the year ended June 30, 2016, the criteria for determination of low-risk auditee status changed by the U.S. Office of Management and Budget (OMB). Specifically, the regulatory basis of accounting prescribed by the State of Kansas does not meet the criteria established by OMB in the Uniform Grant Guidance (UGG). The District continues, however, to meet each of the other criteria for low-risk auditee status.

Section II - Financial Statement Findings

No matters were reported

Section III - Federal Award Findings and Questioned Costs

No matters were reported