UNIFIED SCHOOL DISTRICT NO. 341

Oskaloosa, Kansas

Financial Statements

For the Year Ended June 30, 2022

This page intentionally left blank

UNIFIED SCHOOL DISTRICT NO. 341
Financial Statements
For the Year Ended June 30, 2022

Table of Contents

	Page Number
INTRODUCTORY SECTION	
Table of Contents	i - ii
FINANCIAL STATEMENTS SECTION	
Independent Auditor's Report	1 - 3
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statements	5 - 9
REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE 1 Summary of Expenditures - Actual and Budget	10
SCHEDULE 2 Schedule of Receipts and Expenditures - Actual and Budget or Actual Only	
General Fund	11
Supplemental General Fund	12
At Risk (4 Year Old) Fund	13
At Risk (K-12) Fund	14
Capital Outlay Fund	15
Driver Training Fund	16
Food Service Fund	17
Professional Development Fund	18
Special Education Fund	19
Vocational Education Fund	20
KPERS Special Retirement Contribution Fund	21
Gifts and Grants Fund	22
Contingency Reserve Fund	23
Textbook and Student Material Revolving Fund	24
Recreation Commission Fund	25
Grant Funds	26
SCHEDULE 3 Summary of Receipts and Disbursements Agency Funds	27 - 28
SCHEDULE 4 Schedule of Receipts, Expenditures and Unencumbered Cash District Activity Funds	29
GOVERNMENTAL AUDIT SECTION	
Schedule of Expenditures of Federal Awards	30

UNIFIED SCHOOL DISTRICT NO. 341
Financial Statements
For the Year Ended June 30, 2022

Table of Contents
(Continued)

	Page Number
Notes to the Schedule of Expenditures of Federal Awards	31
Schedule of Findings and Questioned Costs	32 - 33
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*	34 - 35
Independent Auditor's Report on Compliance for Each Major Program; Report on Internal Control Over Compliance; And Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	36 - 37

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 341
Oskaloosa, Kansas

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 341, Oskaloosa, Kansas, (the District), as of and for the year ended June 30, 2022 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, 2022, 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, 2022, 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 *Governmental 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 and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

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

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

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

Supplementary Information
Our audit was conducted for the purpose of forming 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, summary of receipts and disbursements-agency funds and the schedule of regulatory basis receipts, expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4) as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) *Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated December 14, 2022, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 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.

Other Matters

Other Matter

The 2021 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2022 (Schedule 2 as listed in the table of contents), is presented for purposes of additional analysis and is not a required part of the basic financial statement.

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, 2021 (not presented herein), and have issued our report thereon dated November 29, 2021, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/municipalservices. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 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 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 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, 2021, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 14, 2022

UNIFIED SCHOOL DISTRICT NO. 341
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General	$ -	$ -	$ 5,473,005	$ 5,473,005	$ -	$ 7,084	$ 7,084
Supplemental General	86,119	-	1,703,400	1,681,982	107,537	-	107,537
Special Purpose Funds							
At Risk (4 Year Old)	27,862	-	90,000	96,640	21,222	-	21,222
At Risk (K-12)	172,304	-	902,659	898,699	176,264	-	176,264
Capital Outlay	473,479	-	541,267	470,795	543,951	-	543,951
Driver Training	27,251	-	9,930	6,477	30,704	-	30,704
Food Service	120,831	-	439,747	448,241	112,337	71	112,408
Professional Development	43,144	-	150	20,311	22,983	-	22,983
Special Education	467,551	-	1,345,136	1,391,519	421,168	-	421,168
Vocational Education	83,686	-	57,819	99,400	42,105	48	42,153
KPERS Special Retirement Contribution	-	-	612,893	612,893	-	-	-
Gifts and Grants	145	-	87	-	232	-	232
Contingency Reserve	334,000	-	-	39,582	294,418	-	294,418
Textbook and Student Material Revolving	108,039	-	2,048	-	110,087	-	110,087
Recreation Commission	-	-	37,849	37,849	-	-	-
Grant	[9,689]	-	587,362	497,130	80,543	7,683	88,226
District Activity	59,556	-	69,668	61,720	67,504	-	67,504
Total Reporting Entity (Excluding Agency Funds)	$ 1,994,278	$ -	$ 11,873,020	$ 11,836,243	$ 2,031,055	$ 14,886	$ 2,045,941

Composition of Cash

State Bank of Oskaloosa:	Checking	$ 1,342,949
	Savings	306,234
	Certificate of Deposit	542,197
	Total State Bank of Oskaloosa	2,191,380
	Total Cash	2,191,380
	Less: Agency Funds per Schedule 3	[145,439]
	Total (Excluding Agency Funds)	$ 2,045,941

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

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 341 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements present USD No. 341 (the primary government). The District's only related municipal entity, the Oskaloosa Recreation Commission, has not been presented.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting* Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting 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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2022:

General Fund - the chief operating 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.

Agency Fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, student organization fund, etc.).

Reimbursed Expenses

Expenditures in the amount of $42,458 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments 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.

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

NOTE 1 - Summary of Significant Accounting Policies (Continued)

1. Preparation of the budget for the succeeding calendar 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.
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 was not required to 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. The budget for the year ended June 30, 2022 was not 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 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 regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for the following special purpose funds: Textbook and Student Material Revolving, Contingency Reserve, and District Activity.

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

NOTE 2 - Deposits and Investments

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

Investments. 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. As of June 30, 2022, the District held certificates of deposit of $542,197.

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

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods." All deposits were legally secured at June 30, 2022.

NOTE 2 - Deposits and Investments (Continued)

At June 30, 2022, the District's carrying amount of deposits was $2,191,380 and the bank balance was $2,565,706. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the balance of $2,315,706 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 possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 - In-Substance Receipt in Transit

The District received $195,954 in General State Aid and $56,928 in Supplemental General State Aid subsequent to June 30, 2022, and as required by K.S.A. 72-6466, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

NOTE 4 - Interfund Transactions

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Special Education	K.S.A. 72-6478	$ 957,482
General	At Risk (K-12)	K.S.A. 72-6478	477,659
Supplemental General	Food Service	K.S.A. 72-6478	40,000
Supplemental General	Special Education	K.S.A. 72-6478	322,868
Supplemental General	Vocational Education	K.S.A. 72-6478	57,000
Supplemental General	At Risk (4 Year Old)	K.S.A. 72-6478	90,000
Supplemental General	At Risk (K-12)	K.S.A. 72-6478	425,000
			$ 2,370,009

NOTE 5 - 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 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contribution rates are withheld by their employer and paid to KPERS according to 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 15.59% and 14.23%, respectively for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

NOTE 5 - Defined Benefit Pension Plan (Continued)

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 $612,893 for the year ended June 30, 2022.

Net Pension Liability. As of June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was $4,772,457. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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, 2021. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 6 - Compensated Absences

Certified personnel are awarded eleven sick days annually. Unused sick days are accumulated up to a maximum of 80 days. Upon resignation or retirement, these unused sick days are paid to the employee at a rate of $50 per day. For days accumulated after July 1, 2014, sick days are paid to the employee at a rate of $70 per day.

Classified staff are awarded one day of leave at the end of each pay period. This day of paid leave is based on the number of hours normally worked in a day. Unused leave days accrue up to a maximum of sixty days. Upon resignation or retirement, the unused leave days are paid to the employee at a rate of $70 per eight-hour day.

The District has estimated the total leave liability at $110,000.

NOTE 7 - Commitments and Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material negative effect on the financial statements of the District at June 30, 2022.

NOTE 8 - Risk Management

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

NOTE 9 - Retirement Benefits

The District provides early retirement benefits for eligible employees. Eligible employees are teachers who have ten years or more of service with the District and qualify for retirement under the point system established by KPERS.

The first benefit is a one-time payment of $100 for each year of service not to exceed 30 years. The plan is an unfunded, noncontributory, defined benefit plan. There was no cost incurred in the plan during the current year. The current estimated liability for the plan based on employees who have met the eligibility requirement but have not yet retired is $19,600.

The second benefit is for eligible employees who have also been a member of the District's group health insurance plan for at least ten years. The District will pay the single monthly health insurance premium for the retiring teacher until age 65. This plan is an unfunded, noncontributory, defined benefit plan. Current year cost of the plan was $11,343. Future benefits expected to be paid based on current year premiums and current eligible employees are as follows:

Year ended June 30,	Amount
2023	$ 15,986
2024	3,552
	$ 19,538

NOTE 10 - Other Post-Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

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, 2022.

NOTE 11 - Statutory Violation

Actual exceeded budgeted expenditures in the Recreation Commission Fund, which is a violation of K.S.A. 79-2935.

Schedule 1

UNIFIED SCHOOL DISTRICT NO. 341
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Certified Budget	Adjustment to Comply With Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance-Positive [Negative]
General Funds:						
General	$ 5,819,910	$ [389,363]	$ 42,458	$ 5,473,005	$ 5,473,005	$ -
Supplemental General	1,804,186	[122,204]	-	1,681,982	1,681,982	-
Special Purpose Funds:						
At Risk (4 Year Old)	110,375	-	-	110,375	96,640	[13,735]
At Risk (K-12)	898,700	-	-	898,700	898,699	[1]
Capital Outlay	769,500	-	-	769,500	470,795	[298,705]
Driver Training	14,975	-	-	14,975	6,477	[8,498]
Food Service	543,300	-	-	543,300	448,241	[95,059]
Professional Development	28,900	-	-	28,900	20,311	[8,589]
Special Education	1,512,013	-	-	1,512,013	1,391,519	[120,494]
Vocational Education	99,400	-	-	99,400	99,400	-
KPERS Special Retirement Contribution	716,725	-	-	716,725	612,893	[103,832]
Gifts and Grants	245	-	-	245	-	[245]
Recreation Commission	35,494	-	-	35,494	37,849	2,355
Grant	463,185	-	-	463,185	497,130	33,945

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

UNIFIED SCHOOL DISTRICT NO. 341
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
State aid:				
General	$ 4,579,493	$ 4,432,411	$ 4,702,191	$ [269,780]
Special education	1,002,909	957,402	1,117,719	[160,317]
Federal aid:				
Impact aid	38,839	40,734	-	40,734
Reimbursed expenses	42,812	42,458	-	42,458
Total Receipts	5,664,053	5,473,005	$ 5,819,910	$ [346,905]
Expenditures				
Instruction	2,550,733	2,172,562	$ 1,809,842	$ 362,720
Student support services	144,693	152,685	149,900	2,785
Instructional support staff	51,086	50,075	54,750	[4,675]
General administration	385,009	413,479	395,452	18,027
School administration	402,096	485,962	487,800	[1,838]
Operations and maintenance	598,521	291,215	626,600	[335,385]
Transportation	392,937	471,886	440,400	31,486
Transfers out	1,138,978	1,435,141	1,855,166	[420,025]
Adjustment to comply with legal maximum budget	-	-	[389,363]	389,363
Adjustment for qualifying budget credits	-	-	42,458	[42,458]
Total Expenditures	5,664,053	5,473,005	$ 5,473,005	$ -
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 341
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
Taxes and Shared Revenue:				
Ad valorem tax	$ 534,003	$ 546,968	$ 594,331	$ [47,363]
Delinquent tax	18,279	15,533	11,119	4,414
Motor vehicle tax	103,499	92,513	83,629	8,884
Recreational vehicle tax	2,657	3,371	6,246	[2,875]
State Aid:				
Equalization aid	1,065,603	1,045,015	1,120,941	[75,926]
Total Receipts	1,724,041	1,703,400	$ 1,816,266	$ [112,866]
Expenditures				
Instruction	75,000	616,671	$ 834,186	$ [217,515]
Operations and maintenance	132,453	130,443	190,000	[59,557]
Transfers out	1,489,367	934,868	780,000	154,868
Adjustment to comply with legal maximum budget	-	-	[122,204]	122,204
Total Expenditures	1,696,820	1,681,982	$ 1,681,982	$ -
Receipts Over [Under] Expenditures	27,221	21,418		
Unencumbered Cash, Beginning	58,898	86,119		
Unencumbered Cash, Ending	$ 86,119	$ 107,537		

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

UNIFIED SCHOOL DISTRICT NO. 341
At Risk (4 Year Old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
Transfers in	$ 100,163	$ 90,000	$ 110,000	$ [20,000]
Total Receipts	100,163	90,000	$ 110,000	$ [20,000]
Expenditures				
Instruction	100,161	96,640	$ 110,375	$ [13,735]
Total Expenditures	100,161	96,640	$ 110,375	$ [13,735]
Receipts Over [Under] Expenditures	2	[6,640]		
Unencumbered Cash, Beginning	27,860	27,862		
Unencumbered Cash, Ending	$ 27,862	$ 21,222		

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

UNIFIED SCHOOL DISTRICT NO. 341
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
Transfer in	$ 843,270	$ 902,659	$ 892,252	$ 10,407
Total Receipts	843,270	902,659	$ 892,252	$ 10,407
Expenditures				
Instruction	865,517	898,699	$ 898,700	$ [1]
Total Expenditures	865,517	898,699	$ 898,700	$ [1]
Receipts Over [Under] Expenditures	[22,247]	3,960		
Unencumbered Cash, Beginning	194,551	172,304		
Unencumbered Cash, Ending	$ 172,304	$ 176,264		

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

UNIFIED SCHOOL DISTRICT NO. 341
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
Taxes and Shared Revenue:				
Ad valorem tax	$ 240,594	$ 256,143	$ 240,386	$ 15,757
Delinquent tax	6,288	5,330	5,030	300
Motor vehicle tax	36,590	37,245	35,828	1,417
Recreational vehicle tax	4,441	3,464	2,676	788
State aid:				
Capital outlay aid	137,869	153,897	153,897	-
Federal aid	-	-	18,000	[18,000]
Investment income	7,339	4,504	7,500	[2,996]
Miscellaneous	98,238	80,684	50,000	30,684
Transfers in	119,695	-	-	-
Total Receipts	651,054	541,267	$ 513,317	$ 27,950
Expenditures				
Instruction	51,438	9,180	$ 65,000	$ [55,820]
Operations and maintenance	2,210	301,183	9,500	291,683
Transportation	97,921	-	100,000	[100,000]
Facility acquisition and construction services	595,377	160,432	595,000	[434,568]
Total Expenditures	746,946	470,795	$ 769,500	$ [298,705]
Receipts Over [Under] Expenditures	[95,892]	70,472		
Unencumbered Cash, Beginning	569,371	473,479		
Unencumbered Cash, Ending	$ 473,479	$ 543,951		

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

UNIFIED SCHOOL DISTRICT NO. 341
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Positive [Negative]
Receipts				
State aid:				
Driver training	$ 4,998	$ -	$ 3,000	$ [3,000]
Miscellaneous	5,080	9,930	4,000	5,930
Total Receipts	10,078	9,930	$ 7,000	$ 2,930
Expenditures				
Instruction	13,900	6,477	$ 14,475	$ [7,998]
Operations and maintenance	-	-	500	[500]
Total Expenditures	13,900	6,477	$ 14,975	$ [8,498]
Receipts Over [Under] Expenditures	[3,822]	3,453		
Unencumbered Cash, Beginning	31,073	27,251		
Unencumbered Cash, Ending	$ 27,251	$ 30,704		

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

UNIFIED SCHOOL DISTRICT NO. 341
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Positive [Negative]
Receipts				
Federal aid:				
National school lunch/breakfast program	$ 325,400	$ 369,470	$ 381,801	$ [12,331]
State aid:				
School food assistance	3,503	29,682	2,668	27,014
Charges for services	8,591	-	1,630	[1,630]
Miscellaneous	598	595	2,000	[1,405]
Transfers in	126,569	40,000	90,000	[50,000]
Total Receipts	464,661	439,747	$ 478,099	$ [38,352]
Expenditures				
Food service operation	443,661	448,241	$ 543,300	$ [95,059]
Total Expenditures	443,661	448,241	$ 543,300	$ [95,059]
Receipts Over [Under] Expenditures	21,000	[8,494]		
Unencumbered Cash, Beginning	99,831	120,831		
Unencumbered Cash, Ending	$ 120,831	$ 112,337		

UNIFIED SCHOOL DISTRICT NO. 341
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Positive [Negative]
Receipts				
Miscellaneous	$ 3,199	$ 150	$ -	$ 150
Transfers in	11,382	-	15,000	[15,000]
Total Receipts	14,581	150	$ 15,000	$ [14,850]
Expenditures				
Instructional support staff	14,581	20,311	$ 4,200	$ 16,111
Central services	-	-	24,700	(24,700)
Total Expenditures	14,581	20,311	$ 28,900	$ [8,589]
Receipts Over [Under] Expenditures	-	[20,161]		
Unencumbered Cash, Beginning	43,144	43,144		
Unencumbered Cash, Ending	$ 43,144	$ 22,983		

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

UNIFIED SCHOOL DISTRICT NO. 341
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
Other revenue	$ 47,386	$ 64,786	$ 48,000	$ 16,786
Federal Funds	19,016	-	25,184	[25,184]
Transfers in	1,320,067	1,280,350	1,367,719	[87,369]
Total Receipts	1,386,469	1,345,136	$ 1,440,903	$ [95,767]
Expenditures				
Instruction	1,359,901	1,333,355	$ 1,460,063	$ [126,708]
Vehicle operating services	48,516	58,164	51,950	6,214
Total Expenditures	1,408,417	1,391,519	$ 1,512,013	$ [120,494]
Receipts Over [Under] Expenditures	[21,948]	[46,383]		
Unencumbered Cash, Beginning	489,499	467,551		
Unencumbered Cash, Ending	$ 467,551	$ 421,168		

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

UNIFIED SCHOOL DISTRICT NO. 341
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Positive [Negative]
Receipts				
Federal aid:				
Carl Perkins vocational	$ 1,589	$ 819	$ -	$ 819
Miscellaneous	-	-	1,600	[1,600]
Transfers in	87,133	57,000	75,000	[18,000]
Total Receipts	88,722	57,819	$ 76,600	$ [18,781]
Expenditures				
Instruction	89,236	99,400	$ 99,400	$ -
Total Expenditures	89,236	99,400	$ 99,400	$ -
Receipts Over [Under] Expenditures	[514]	[41,581]		
Unencumbered Cash, Beginning	84,200	83,686		
Unencumbered Cash, Ending	$ 83,686	$ 42,105		

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

UNIFIED SCHOOL DISTRICT NO. 341
KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Positive [Negative]
Receipts				
State aid	$ 597,769	$ 612,893	$ 716,725	$ [103,832]
Total Receipts	597,769	612,893	$ 716,725	$ [103,832]
Expenditures				
Retirement expenditures	597,769	612,893	$ 716,725	$ [103,832]
Total Expenditures	597,769	612,893	$ 716,725	$ [103,832]
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

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

UNIFIED SCHOOL DISTRICT NO. 341
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Positive [Negative]
Receipts				
Contributions and donations	$ 54	$ 87	$ 100	$ [13]
Total Receipts	54	87	$ 100	$ [13]
Expenditures				
Instruction	-	-	$ 245	$ [245]
Total Expenditures	-	-	$ 245	$ [245]
Receipts Over [Under] Expenditures	54	87		
Unencumbered Cash, Beginning	91	145		
Unencumbered Cash, Ending	$ 145	$ 232		

UNIFIED SCHOOL DISTRICT NO. 341
Contingency Reserve Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year Actual	Current Year Actual
Receipts		
Transfers in	$ 16,374	$ -
Total Receipts	16,374	-
Expenditures		
Instruction	92,374	39,582
Total Expenditures	92,374	39,582
Receipts Over [Under] Expenditures	[76,000]	[39,582]
Unencumbered Cash, Beginning	410,000	334,000
Unencumbered Cash, Ending	$ 334,000	$ 294,418

* This fund is not required to be budgeted.

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

UNIFIED SCHOOL DISTRICT NO. 341
Textbook and Student Material Revolving Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2022 and 2021

	Prior Year Actual	Current Year Actual
Receipts		
Textbook revenue	$ 22,293	$ 2,048
Transfers in	3,692	-
Total Receipts	25,985	2,048
Expenditures		
Instruction	4,782	-
Total Expenditures	4,782	-
Receipts Over [Under] Expenditures	21,203	2,048
Unencumbered Cash, Beginning	86,836	108,039
Unencumbered Cash, Ending	$ 108,039	$ 110,087

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 341
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Amounts for the Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Positive [Negative]
Receipts				
Taxes and Shared Revenue:				
Ad valorem tax	$ 30,081	$ 31,995	$ 30,049	$ 1,946
Delinquent tax	873	765	629	136
Motor vehicle tax	4,652	4,659	4,481	178
Recreational vehicle tax	430	430	335	95
Total Receipts	36,036	37,849	$ 35,494	$ 2,355
Expenditures				
Community service operations	36,036	37,849	$ 35,494	$ 2,355
Total Expenditures	36,036	37,849	$ 35,494	$ 2,355
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

UNIFIED SCHOOL DISTRICT NO. 341
Grant Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022

	Title I	Title V	Title IIA	Title IV
Receipts				
Federal aid:				
Grants	$ 106,858	$ -	$ 18,249	$ 15,132
Total Receipts	106,858	-	18,249	15,132
Expenditures				
Instruction	114,604	-	33,381	-
Student support services	-	-	-	-
Miscellaneous	-	-	-	-
Total Expenditures	114,604	-	33,381	-
Receipts Over [Under] Expenditures	[7,746]	-	[15,132]	15,132
Unencumbered Cash, Beginning	[1,468]	[1,998]	[47,762]	48,681
Unencumbered Cash, Ending	$ [9,214]	$ [1,998]	$ [62,894]	$ 63,813

REAP	CARES Act	EMINTS	ESSER	Actual	Budget	Variance Positive [Negative]
$ 31,147	$ -	$ 2,800	$ 413,176	$ 587,362	$ 472,872	$ 114,490
31,147	-	2,800	413,176	587,362	$ 472,872	$ 114,490
39,791	-	6,775	88,276	282,827	$ 414,896	$ [132,069]
-	-	-	111,131	111,131	48,289	62,842
-	-	-	103,172	103,172	-	103,172
39,791	-	6,775	302,579	497,130	$ 463,185	$ 33,945
[8,644]	-	[3,975]	110,597	90,232		
15,882	[21,587]	[1,437]	-	[9,689]		
$ 7,238	$ [21,587]	$ [5,412]	$ 110,597	$ 80,543		

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

UNIFIED SCHOOL DISTRICT NO. 341
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Oskaloosa High School				
District	$ 57	$ -	$ -	$ 57
District Scholarship Fund	586	3,485.92	200.00	3,872
Class of 2021	1,945	-	1,945	-
Class of 2022	6,195	2,192	5,514	2,873
Class of 2023	3,158	3,019	3,666	2,511
Class of 2024	1,227	939	74	2,092
Class of 2025	2,013	1,072	145	2,940
Class of 2026	-	2,581	605	1,976
After Prom	3,894	9,874	8,107	5,661
Art	1,443	610	1,832	221
Baseball Club	384	1,638	1,525	497
Basketball - Boys	1,429	1,484	1,853	1,060
Basketball - Girls	496	594	622	468
Bear Paw Café	193	-	-	193
The Cave (Bear Store)	4,957	-	-	4,957
Cheer/Dance Squad	6,105	34,238	33,496	6,847
Drama	7,077	1,220	1,597	6,700
F.B.L.A	9,414	5,822	5,956	9,280
F.C.C.L.A	251	1,801	1,904	148
Football	10,848	5,920	15,933	835
Forensics	518	566	552	532
Golf	2,532	19	1,997	554
Lee King Memorial Scholarship	1,320	-	1,000	320
Music	20,713	8,433	8,951	20,195
National Honor Society	299	-	-	299
Quest - Soper/Miller	79	1,346	1,329	96
Quest - Morgison	-	1,133	811	322
Rewards	437	-	51	386
SADD	430	130	205	355
SAFE - Seatbelts Are For Everyone	1,321	600	56	1,865
Scholar's Bowl	80	97	8	169
Softball	952	3,643	3,026	1,569
Student Council	1,708	4,193	3,693	2,208
Travel Club	696	7,824	5,399	3,121
Veteran's Recognition	248	3,106	3,252	102
Volleyball	2,733	5,224	2,353	5,604
Weight Room	6,603	2,190	7,052	1,741
Winan Family Scholarship	3,500	-	-	3,500
Wrestling	788	-	385	403
Yearbook	6,574	9,011	8,026	7,559
Subtotal Oskaloosa High School	113,203	124,005	133,120	104,088

UNIFIED SCHOOL DISTRICT NO. 341
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Oskaloosa Middle School				
Basketball-Boys	$ 48	$ 1,266	$ 1,292	$ 22
Basketball-Girls	411	25	255	181
Cheer	2,005	5,086	4,744	2,347
Football	917	120	546	491
Knowledge Bowl	417	-	-	417
Library Club	9,428	4,279	3,905	9,802
Track	1,432	1,824	2,131	1,125
Volleyball	111	277	30	358
Subtotal Oskaloosa Middle School	14,769	12,877	12,903	14,743
Oskaloosa Elementary School				
Art	5,646	2,755	6,760	1,641
Fitness Program	14	-	-	14
Music	498	712	459	751
Oskaloosa PTO	629	842	-	1,471
Yearbook	941	1,846	2,385	402
Subtotal Oskaloosa Elementary School	7,728	6,155	9,604	4,279
Scholarships				
Debbie Romo Memorial	261	-	-	261
Donations	181	1,760	-	1,941
Henry-Michener	20,127	-	-	20,127
Pullen Strong Donation	-	3,372	3,372	-
Subtotal Scholarships	20,569	5,132	3,372	22,329
Total Agency Funds	$ 156,269	$ 148,169	$ 158,999	$ 145,439

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

Schedule 4

UNIFIED SCHOOL DISTRICT NO. 341
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Fund	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:						
Middle School	$ 4,553	$ 7,359	$ 6,189	$ 5,723	$ -	$ 5,723
High School	17,127	21,180	17,607	20,700	-	20,700
Totals	21,680	28,539	23,796	26,423	-	26,423
School Projects:						
Facility Use Deposits	2,818	105	-	2,923	-	2,923
Activity Fees	22,255	11,145	9,093	24,307	-	24,307
HS Activity Funds	985	68	631	422	-	422
HS Concessions	2,737	18,066	15,797	5,006	-	5,006
MS Student Activities	526	-	-	526	-	526
EM Clearing Account	429	470	894	5	-	5
EM Student Success	1,636	9,687	9,637	1,686	-	1,686
EM Outdoor Classroom	5,014	4	312	4,706	-	4,706
Totals	36,400	39,545	36,364	39,581	-	39,581
Petty Cash:						
District Petty Cash	1,476	1,584	1,560	1,500	-	1,500
Totals	1,476	1,584	1,560	1,500	-	1,500
Total District Activity Funds	$ 59,556	$ 69,668	$ 61,720	$ 67,504	$ -	$ 67,504

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

UNIFIED SCHOOL DISTRICT NO. 341
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
U.S. Department of Education					
Impact Aid	84.041	$ -	$ 40,734	$ 40,734	$ -
Rural Education	84.358	15,882	31,147	39,791	7,238
Passed Through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	-	106,858	106,895	[37]
Supporting Effective Educator Development Program	84.423	[1,436]	2,800	6,775	[5,411]
Improving Teacher Quality State Grants	84.367	[2,547]	18,249	18,249	[2,547]
Student Support and Academic Enrichment Program	84.424	-	15,132	15,132	-
Education Stabilization Fund Under CARES Act	84.425	-	413,176	302,579	110,597
Total U.S. Department of Education			628,096	530,155	
U.S. Department of Health and Human Services					
Passed Through State Department of Education:					
Cooperative Agreements to Promote Adolescent Health	93.079	-	267	267	-
Total U.S. Department of Health and Human Services			267	267	
U.S. Department of Agriculture					
Passed Through State Department of Education:					
Child Nutrition Cluster					
School Breakfast Program	10.553	-	57,656	57,656	-
National School Lunch Program	10.555	-	294,904	294,904	-
Summer Food Service Program for Children	10.559	-	43,063	43,063	-
Total Child Nutrition Cluster			395,623	395,623	
State Pandemic EBT Administrative Costs Grant	10.649		614	614	
Total U.S. Department of Agriculture			396,237	396,237	
Total Expenditures of Federal Awards			$ 1,024,600	$ 926,659	

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 341

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

1. Organization

Unified School District No. 341, Oskaloosa, Kansas (the District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

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 statements. The District elected not to use the 10% de minimis indirect cost rate.

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.

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 as of June 30, 2022.

5. Outstanding Loans

The District did not have any outstanding loans under any federal grants as of June 30, 2022.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

UNIFIED SCHOOL DISTRICT NO. 341
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

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__ None reported
Noncompliance material to financial statements 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__ 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 the Uniform Guidance	____ Yes __X__ No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
10.553, 10.555, 10.559	Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B programs:	$750,000
Auditee qualified as low-risk auditee?	____ Yes __X__ No

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 341
Schedule of Findings and Questioned Costs - Continued
For the Year Ended June 30, 2022

Section II - Financial Statement Findings

Current Year Findings
None Noted

Prior Year Findings
None Noted

Section III - Federal Awards Findings and Questioned Costs

Current Year Findings
None Noted

Prior Year Findings
None Noted

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

Board of Education
Unified School District No. 341
Oskaloosa, Kansas

We have audited, 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*, the financial statements of Unified School District No. 341 (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 14, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, 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 statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

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

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 14, 2022

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Board of Education
Unified School District No. 341
Oskaloosa, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of Unified School District No. 341, Oskaloosa, Kansas (the District), with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. 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, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirement 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 grants 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 of 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 judgement made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgement 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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

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 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 the 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 the internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the District as of and for the year ended June 30, 2022, and have issued our report thereon dated November 4, 2022, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

December 14, 2022