

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS

FINANCIAL STATEMENT
YEAR ENDED JUNE 30, 2023

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
FINANCIAL STATEMENT
Year Ended June 30, 2023

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Year Ended June 30, 2023

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INDEPENDENT AUDITORS' REPORT

Board of Education
Shawnee Heights Unified School District No. 450:

Report on the Audit of the Financial Statement

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Shawnee Heights Unified School District No. 450 (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 the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 2.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (*Government Auditing Standards*) issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of 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 the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

An Independently Owned Member, RSM US Alliance

RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each are separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

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

As discussed in Note 2 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 2 and the 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 Guid*e as describe in Note 2; this includes determining that the regulatory basis of accounting is an acceptable basis of 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.

Auditors' Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 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 judgement 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 judgement 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 (the basic financial statement) as a whole. The schedules listed under supplementary information in the accompanying table of contents, including 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,* are presented for purposes of additional analysis and are 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 used to prepare the basic financial statement and certain additional procedures, including comparing and reconciling such information directly 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 2.

Other Reporting Required by *Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated December 26, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

BT&Co., P.A.

December 26, 2023
Topeka, Kansas

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
Year Ended June 30, 2023

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts
General fund	$ -	$ -	$ 27,026,736
Supplemental general fund	630,367	-	8,969,443
Special purpose funds:			
Special education	1,574,029	12,400	8,658,972
Driver education	76,436	-	82,427
Food service	1,240,632	30,731	2,338,714
Capital outlay	4,179,489	438,009	4,401,326
Vocational education	174,618	-	381,609
Professional development	563,216	29	144,187
Bilingual	68,534	-	101,037
At-risk K-12	452,641	-	3,575,364
At-risk 4 year old	54,042	-	375,000
Virtual education	92,002	-	85,000
KPERS special retirement contribution	-	-	3,857,763
Federal grant funds	(366,990)	-	1,682,715
Other gifts and grants	76,123	172	191,845
Textbook rental	454,437	11,019	533,092
Contingency reserve	1,491,646	-	-
District activity funds - gate receipts	26,501	-	131,832
District activity funds - school projects	71,256	-	114,972
District activity funds	42,118	-	224,243
Bond and interest fund	4,351,291	-	4,974,024
Total reporting entity (excluding agency funds)	$ 15,252,388	$ 492,360	$ 67,850,301

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
Year Ended June 30, 2023
(Continued)

FUNDS	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General fund	$ 27,026,736	$ -	$ 1,404,485	$ 1,404,485
Supplemental general fund	8,978,174	621,636	-	621,636
Special purpose funds:				
Special education	8,864,334	1,381,067	528,280	1,909,347
Driver education	50,194	108,669	5,487	114,156
Food service	2,668,594	941,483	293,265	1,234,748
Capital outlay	4,277,605	4,741,219	2,090,156	6,831,375
Vocational education	377,974	178,253	30,672	208,925
Professional development	190,122	517,310	7,796	525,106
Bilingual	91,623	77,948	(8,186)	69,762
At-risk K-12	3,052,280	975,725	263,428	1,239,153
At-risk 4 year old	360,501	68,541	28,309	96,850
Virtual education	58,517	118,485	-	118,485
KPERS special retirement contribution	3,857,763	-	-	-
Federal grant funds	1,880,205	(564,480)	255,897	(308,583)
Other gifts and grants	168,509	99,631	18,899	118,530
Textbook rental	442,054	556,494	26,076	582,570
Contingency reserve	-	1,491,646	(29)	1,491,617
District activity funds - gate receipts	139,504	18,829	-	18,829
District activity funds - school projects	95,661	90,567	-	90,567
District activity funds	227,941	38,420	-	38,420
Bond and interest fund	4,571,167	4,754,148	-	4,754,148
Total reporting entity (excluding agency funds)	$ 67,379,458	$ 16,215,591	$ 4,944,535	$ 21,160,126

Composition of cash:	
Checking accounts	$ 21,005,205
Petty cash funds	7,105
Activity funds - checking accounts	373,470
Total cash	21,385,780
Agency funds per schedule 3	(225,654)
Total reporting entity (excluding agency funds)	$ 21,160,126

See accompanying notes to financial statement.

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
NOTES TO FINANCIAL STATEMENT
Year Ended June 30, 2023

1 - Municipal Financial Reporting Entity

Shawnee Heights Unified School District No. 450 (the District) is a municipal corporation governed by an elected seven-member board. This financial statement includes all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

2 - Summary of Significant Accounting Policies

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 regulatory basis fund types comprise the financial activities of the District for the year ended June 30, 2023:

GOVERNMENTAL FUNDS

General Fund and Supplemental General Fund are used to account for the general operations of the District and are used to account for all resources except those required to be accounted for in other funds.

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

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

FIDUCIARY FUNDS

Agency Funds are used to account for assets held by the District as an agent for individuals, private organizations, other governmental units, and/or other funds. Agency funds are custodial in nature and do not involve measurements of operations.

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

The Kansas Municipal Audit and Accounting Guide (the KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been

permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities, or deferred inflows or outflows, other than those mentioned above.

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

Budgetary Information

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

1. Preparation of the budget for the succeeding 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 did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the fiscal year ended June 30, 2023.

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

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

A legal operating budget is not required for the fiduciary funds and the following special purpose funds:

Textbook Rental Fund, Contingency Reserve Fund, Gate Receipts, School Projects, and District Activity Funds.

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

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase.

Annual Personal and Sick Leave Benefits

Under the terms of the District's personnel policy, District employees are granted annual personal and sick leave in varying amounts depending on whether the employee is hourly or contracted.

Use of Estimates

The preparation of the financial statement in compliance with the regulatory basis requires management to make estimates and assumptions that affect the reported amounts of encumbrances at the date of the financial statement and the reported amounts of expenditures during the reporting period. Actual results could differ from those estimates.

3 - Deposits and Investments

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

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

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. At June 30, 2023, the District did not have any investments.

Custodial credit risk. Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. Kansas statutes require the District's deposits in financial institutions

to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2023.

At June 30, 2023, the District's carrying amount of deposits was $ 21,385,780 and the bank balance was $ 22,935,129. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $ 490,180 was covered by federal depository insurance and the remaining $ 22,444,949 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

4 - Long-Term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2023 were as follows:

Issue	Interest Rate	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General obligation bonds:									
Series 2011	2.25-3.10%	09/01/11	$ 9,985,000	09/01/24	$ 3,865,000	$ -	$ 2,225,000	$ 1,640,000	$ 97,399
Series 2012	2.00-3.50%	12/15/12	9,990,000	09/01/33	5,805,000	-	405,000	5,400,000	148,268
Series 2013	2.00-3.50%	03/05/13	9,995,000	09/01/33	7,105,000	-	420,000	6,685,000	220,625
Series 2014	3.00%	09/01/13	8,055,000	09/01/24	3,150,000	-	975,000	2,175,000	79,875
Total general obligation bonds					19,925,000	-	4,025,000	15,900,000	546,167
Finance leases:									
Energy conservation lease	2.35%	03/19/20	4,341,534	03/01/40	3,986,287	-	180,468	3,805,819	93,678
Apple equipment lease 2021	0.00%	04/26/21	695,594	04/26/24	347,796	-	173,898	173,898	-
Apple equipment lease 2022	0.00%	05/16/22	703,180	05/16/25	527,385	-	175,795	351,590	-
Apple equipment lease 2023	0.00%	04/15/23	940,800	04/15/25	-	940,800	313,600	627,200	-
Midwest bus sales 2023	0.00%	05/01/23	599,907	06/30/28	-	599,907	9,835	590,072	-
Copier lease 2021	0.00%	04/16/21	115,578	10/16/22	25,686	-	25,686	-	-
Copier lease 2022	0.00%	08/24/22	459,447	08/24/27	-	459,447	84,232	375,215	-
Cisco EA security agreement	0.00%	08/15/22	537,421	08/14/26	-	537,421	107,484	429,937	-
Total finance leases					4,887,154	2,537,575	1,070,998	6,353,731	93,678
Early retirement benefits					275,942	221,625	108,175	389,392	-
Total contractual indebtedness					$ 25,088,096	$ 2,759,200	$ 5,204,173	$ 22,643,123	$ 639,845

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	2034-2038	2039-2040	Total
Principal:									
General obligation bonds	$ 2,190,000	$ 3,365,000	$ 2,045,000	$ 940,000	$ 970,000	$ 5,250,000	$ 1,140,000	$ -	$ 15,900,000
Energy conservation lease	184,709	189,050	193,493	198,040	202,694	1,087,196	1,221,089	529,548	3,805,819
Apple equipment leases	663,293	489,395	-	-	-	-	-	-	1,152,688
Midwest bus sales	118,014	118,014	118,014	118,014	118,016	-	-	-	590,072
Copier leases	91,889	91,889	91,889	91,889	7,659	-	-	-	375,215
Cisco EA security agreement	107,484	107,484	107,484	107,485	-	-	-	-	429,937
Early retirement benefits	115,908	93,692	70,242	56,192	31,492	21,866	-	-	389,392
Total principal	3,471,297	4,454,524	2,626,122	1,511,620	1,329,861	6,359,062	2,361,089	529,548	22,643,123
Interest:									
General obligation bonds	454,473	354,383	270,318	223,218	195,818	563,421	17,063	-	2,078,694
Energy conservation lease	89,437	85,096	80,653	76,106	71,452	283,534	149,641	18,741	854,660
Total interest	543,910	439,479	350,971	299,324	267,270	846,955	166,704	18,741	2,933,354
Total principal and interest	$ 4,015,207	$ 4,894,003	$ 2,977,093	$ 1,810,944	$ 1,597,131	$ 7,206,017	$ 2,527,793	$ 548,289	$ 25,576,477

5 - Interfund Transfers

The District made the following interfund transfers during the fiscal year 2023. The transfers were approved by the Board of Education.

From	To	Regulatory Authority	Amount
General	Bilingual	K.S.A. 72-5167	$ 75,000
General	Virtual Education	K.S.A. 72-5167	85,000
General	Professional Development	K.S.A. 72-5167	100,000
General	Special Education	K.S.A. 72-5167	5,372,687
General	Vocational Education	K.S.A. 72-5167	350,000
General	At-Risk 4 Year Old	K.S.A. 72-5167	375,000
General	At-Risk K-12	K.S.A. 72-5167	2,703,583
Supplemental General	Bilingual	K.S.A. 72-5143	26,037
Supplemental General	At-Risk K-12	K.S.A. 72-5143	871,781
Supplemental General	Special Education	K.S.A. 72-5143	1,830,000

6 - Defined Benefit Pension Plan

General Information about the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.88% and 13.11%, respectively, 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 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $ 500 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for fiscal years 2022 and 2023. Fiscal year 2022 was recertified from 14.09% to 13.33% and fiscal year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $ 1.125 billion from the State General Fund directly to KPERS in fiscal years 2022 and 2023. The first $ 253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in fiscal year 2017 and fiscal year 2019, discussed previously, while the remaining $ 871.1 million is applied to the KPERS-School unfunded actuarial liability. In fiscal year 2022, $ 600 million was transferred to KPERS. In fiscal year 2023, Senate Bill 421 authorizes two additional transfers which total $ 271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired district employees. The District is responsible for the employer's portion of the cost for retired district employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $ 3,638,204 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 $ 37,113,476. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

7 - Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level 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.

8 - Death and Disability Other Post-Employment Benefits

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

9 - Early Retirement Benefits

The District has a plan that provides early retirement benefits to certain eligible employees. To be eligible for early retirement benefits, employees must have been employed by the District for a minimum of ten years, must not be age sixty-five or older, and must meet one of the following criteria: full retirement qualifications as required by KPERS, have accumulated a minimum of 160 days of sick leave in the District and be at least fifty-nine years of age, or be at least sixty years of age.

Benefits for eligible participants include receiving the longevity payments for which he/she was eligible during the last year of employment and the opportunity to remain in the District's group health insurance plan at his/her own cost. These benefits will continue until the participant reaches age sixty-five.

10 - 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 the District carries commercial insurance. Settled claims have not exceeded commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

11 - Stewardship, Compliance and Accountability

The Federal Grant Funds had a deficit cash balance of $ 308,583 and a deficit unencumbered cash balance of $ 564,480 at June 30, 2023, which is a violation of K.S.A. 10-1113. This was the result of expenditures incurred prior to federal reimbursement.

12 - 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 is 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 statement of the District at June 30, 2023.

13 - Subsequent Event

In September 2023, the District early paid on $ 8,100,000 of the general obligation bonds outstanding. This was approved by the Board of Education with the fiscal year 2024 budget.

SUPPLEMENTARY INFORMATION

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SUMMARY OF EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
Year Ended June 30, 2023

	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)
FUNDS						
General fund	$ 28,115,704	$(1,147,430)	$ 58,462	$ 27,026,736	$ 27,026,736	$ -
Supplemental general fund	9,299,885	(321,711)	-	8,978,174	8,978,174	-
Special purpose funds:						
Special education	9,311,780	-	-	9,311,780	8,864,334	(447,446)
Driver education	79,147	-	-	79,147	50,194	(28,953)
Food service	3,025,045	-	-	3,025,045	2,668,594	(356,451)
Capital outlay	4,297,500	-	-	4,297,500	4,277,605	(19,895)
Vocational education	507,254	-	-	507,254	377,974	(129,280)
Professional development	370,745	-	-	370,745	190,122	(180,623)
Bilingual	98,858	-	-	98,858	91,623	(7,235)
At-risk K-12	3,500,942	-	-	3,500,942	3,052,280	(448,662)
At-risk 4 year old	394,264	-	-	394,264	360,501	(33,763)
Virtual education	243,935	-	-	243,935	58,517	(185,418)
KPERS special retirement contribution	4,137,473	-	-	4,137,473	3,857,763	(279,710)
Federal grant funds	3,140,913	-	-	3,140,913	1,880,205	(1,260,708)
Other gifts and grants	229,183	-	-	229,183	168,509	(60,674)
Bond and interest fund	4,571,167	-	-	4,571,167	4,571,167	-
Totals	$ 71,323,795	$(1,469,141)	$ 58,462	$ 69,913,116	$ 66,474,298	

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
State equalization aid	$ 23,340,895	$ 22,680,587	$ (660,308)
State special education fund	4,774,809	4,287,687	(487,122)
Reimbursed expenses	-	58,462	58,462
Total cash receipts	$ 28,115,704	27,026,736	$ (1,088,968)
Expenditures, encumbrances, and transfers:			
Instruction	$ 7,876,839	7,797,806	$ (79,033)
Student support services	328,707	339,297	10,590
Instructional support staff	1,744,946	1,752,849	7,903
General administration	654,659	674,844	20,185
School administration	1,936,678	1,963,935	27,257
Central services	377,588	350,479	(27,109)
Operations and maintenance	3,591,706	3,649,576	57,870
Transportation	1,505,478	1,436,680	(68,798)
Transfers to other funds	10,099,103	9,061,270	(1,037,833)
Adjustment to comply with legal max	(1,147,430)		1,147,430
Legal General Fund budget	26,968,274	27,026,736	58,462
Budget adjustment for qualifying budget credits	58,462		(58,462)
Total expenditures, encumbrances, and transfers	$ 27,026,736	$ 27,026,736	$ -
Cash receipts over expenditures, encumbrances, and transfers		-	
Unencumbered cash, beginning		-	
Unencumbered cash, ending		$ -	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
Ad valorem tax in process	$ 2,001	$ 116,762	$ 114,761
Ad valorem current tax	2,676,561	3,055,221	378,660
Ad valorem delinquent tax	75,315	40,443	(34,872)
Motor vehicle tax	469,429	470,833	1,404
Recreational vehicle tax	8,240	8,709	469
Commercial vehicle tax	14,520	12,674	(1,846)
Supplemental state aid	5,453,453	5,264,801	(188,652)
Total cash receipts	$ 8,699,519	8,969,443	$ 269,924
Expenditures and transfers:			
Instruction	$ 6,413,418	6,250,356	$ (163,062)
Transfers to other funds	2,886,467	2,727,818	(158,649)
Adjustment to comply with legal max	(321,711)		321,711
Total expenditures and transfers	$ 8,978,174	8,978,174	$ -
Cash receipts under expenditures and transfers		(8,731)	
Unencumbered cash, beginning		630,367	
Unencumbered cash, ending		$ 621,636	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts and transfers:			
Federal aid	$ 1,087,019	$ 1,014,927	$ (72,092)
Medicaid	350,000	266,215	(83,785)
Reimbursed expenses	-	175,143	175,143
Transfer from general fund	5,600,000	5,372,687	(227,313)
Transfer from supplemental general fund	1,830,000	1,830,000	-
Total cash receipts and transfers	$ 8,867,019	8,658,972	$ (208,047)
Expenditures and encumbrances:			
Instruction	$ 6,633,908	6,357,768	$ (276,140)
Student support services	1,840,200	1,701,349	(138,851)
Instructional support staff	49,683	60,476	10,793
General administration	144,197	142,723	(1,474)
School administration	6,404	13,739	7,335
Transportation	637,388	588,279	(49,109)
Total expenditures and encumbrances	$ 9,311,780	8,864,334	$ (447,446)
Cash receipts and transfers under expenditures and encumbrances		(205,362)	
Unencumbered cash, beginning		1,574,029	
Prior year canceled encumbrances		12,400	
Unencumbered cash, ending		$ 1,381,067	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
DRIVER EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
State aid	$ 30,375	$ 32,096	$ 1,721
Local revenues	25,725	50,331	24,606
Total cash receipts	$ 56,100	82,427	$ 26,327
Expenditures and encumbrances:			
Instruction	$ 66,047	38,765	$ (27,282)
Operations and maintenance	13,100	11,429	(1,671)
Total expenditures and encumbrances	$ 79,147	50,194	$ (28,953)
Cash receipts over expenditures and encumbrances		32,233	
Unencumbered cash, beginning		76,436	
Unencumbered cash, ending		$ 108,669	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
State aid	$ 18,914	$ 19,240	$ 326
Federal aid	1,152,542	1,365,560	213,018
Local revenues	1,196,016	953,914	(242,102)
Total cash receipts	$ 2,367,472	2,338,714	$ (28,758)
Expenditures and encumbrances:			
Operations and maintenance	$ 205,914	100,329	$ (105,585)
Food service	2,819,131	2,568,265	(250,866)
Total expenditures and encumbrances	$ 3,025,045	2,668,594	$ (356,451)
Cash receipts under expenditures and encumbrances		(329,880)	
Unencumbered cash, beginning		1,240,632	
Prior year canceled encumbrances		30,731	
Unencumbered cash, ending		$ 941,483	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
Ad valorem tax in process	$ 2,772	$ 63,150	$ 60,378
Ad valorem current tax	1,654,046	1,809,636	155,590
Ad valorem delinquent tax	39,767	20,751	(19,016)
Motor vehicle tax	238,067	229,191	(8,876)
Recreational vehicle tax	4,179	4,240	61
Commercial vehicle tax	7,364	6,333	(1,031)
Interest on idle funds	100,000	327,880	227,880
Local revenues	-	838,608	838,608
Other taxes	8,250	5,483	(2,767)
State aid	1,096,054	1,096,054	-
Total cash receipts	$ 3,150,499	4,401,326	$ 1,250,827
Expenditures and encumbrances:			
Instruction	$ 1,907,500	1,562,053	$ (345,447)
General administration	-	350	350
Central services	125,000	57,428	(67,572)
Operations and maintenance	855,000	706,423	(148,577)
Transportation	20,000	585,166	565,166
Other support services	-	16,694	16,694
Site and building improvements	1,390,000	1,349,491	(40,509)
Total expenditures and encumbrances	$ 4,297,500	4,277,605	$ (19,895)
Cash receipts over expenditures and encumbrances		123,721	
Unencumbered cash, beginning		4,179,489	
Prior year canceled encumbrances		438,009	
Unencumbered cash, ending		$ 4,741,219	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
VOCATIONAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts and transfers:			
Federal aid	$ 19,822	$ 19,822	$ -
Local revenues	-	500	500
Transfer from general fund	475,000	350,000	(125,000)
State aid	16,675	11,287	(5,388)
Total cash receipts and transfers	$ 511,497	381,609	$ (129,888)
Expenditures and encumbrances:			
Instruction	$ 505,049	377,767	$ (127,282)
Instructional support staff	2,205	207	(1,998)
Total expenditures and encumbrances	$ 507,254	377,974	$ (129,280)
Cash receipts and transfers over expenditures and encumbrances		3,635	
Unencumbered cash, beginning		174,618	
Unencumbered cash, ending		$ 178,253	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts and transfers:			
Local revenues	$ 15,000	$ 20,731	$ 5,731
Transfer from general fund	200,000	100,000	(100,000)
State aid	42,174	23,456	(18,718)
Total cash receipts and transfers	$ 257,174	144,187	$ (112,987)
Expenditures and encumbrances:			
Instructional support staff	$ 300,745	190,122	$ (110,623)
Central services	70,000	-	(70,000)
Total expenditures and encumbrances	$ 370,745	190,122	$ (180,623)
Cash receipts and transfers under expenditures and encumbrances		(45,935)	
Unencumbered cash, beginning		563,216	
Prior year canceled encumbrances		29	
Unencumbered cash, ending		$ 517,310	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
BILINGUAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Transfers:			
Transfer from general fund	$ 75,000	$ 75,000	$ -
Transfer from supplemental general fund	33,480	26,037	(7,443)
Total transfers	$ 108,480	101,037	$ (7,443)
Expenditures and encumbrances:			
Instruction	$ 48,858	39,535	$ (9,323)
Instructional support staff	50,000	52,088	2,088
Total expenditures and encumbrances	$ 98,858	91,623	$ (7,235)
Transfers over expenditures and encumbrances		9,414	
Unencumbered cash, beginning		68,534	
Unencumbered cash, ending		$ 77,948	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
AT-RISK K-12 FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Transfers:			
Transfer from general fund	$ 3,049,103	$ 2,703,583	$ (345,520)
Transfer from supplemental general fund	1,022,987	871,781	(151,206)
Total transfers	$ 4,072,090	3,575,364	$ (496,726)
Expenditures and encumbrances:			
Instruction	$ 2,504,107	2,282,405	$ (221,702)
Student support services	953,893	742,231	(211,662)
Transportation	42,942	27,644	(15,298)
Total expenditures and encumbrances	$ 3,500,942	3,052,280	$ (448,662)
Transfers over expenditures and encumbrances		523,084	
Unencumbered cash, beginning		452,641	
Unencumbered cash, ending		$ 975,725	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
AT-RISK 4 YEAR OLD FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Transfers:			
Transfer from general fund	$ 450,000	$ 375,000	$ (75,000)
Expenditures and encumbrances:			
Instruction	$ 393,264	360,461	$ (32,803)
Central services	1,000	40	(960)
Total expenditures and encumbrances	$ 394,264	360,501	$ (33,763)
Transfers over expenditures and encumbrances		14,499	
Unencumbered cash, beginning		54,042	
Unencumbered cash, ending		$ 68,541	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
VIRTUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Transfers:			
Transfer from general fund	$ 250,000	$ 85,000	$ (165,000)
Expenditures:			
Instruction	$ 243,935	58,517	$ (185,418)
Transfers over expenditures		26,483	
Unencumbered cash, beginning		92,002	
Unencumbered cash, ending		$ 118,485	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
State aid	$ 4,137,473	$ 3,857,763	$ (279,710)
Expenditures:			
Instruction	$ 2,787,492	2,642,960	$ (144,532)
Student support services	345,845	307,553	(38,292)
Instructional support staff	188,006	167,803	(20,203)
General administration	77,828	71,030	(6,798)
School administration	223,770	214,199	(9,571)
Operations and maintenance	184,942	183,685	(1,257)
Central services	42,284	38,363	(3,921)
Transportation	172,945	133,955	(38,990)
Food service	114,361	98,215	(16,146)
Total expenditures	$ 4,137,473	3,857,763	$ (279,710)
Cash receipts over expenditures		-	
Unencumbered cash, beginning		-	
Unencumbered cash, ending		$ -	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
Ad valorem tax in process	$ 5,362	$ 68,955	$ 63,593
Ad valorem current tax	1,857,715	2,022,276	164,561
Ad valorem delinquent tax	38,373	22,440	(15,933)
Motor vehicle tax	236,907	237,582	675
Recreational vehicle tax	4,158	4,394	236
Commercial vehicle tax	7,328	6,435	(893)
Other taxes	-	6,377	6,377
State aid	2,605,565	2,605,565	-
Total cash receipts	$ 4,755,408	4,974,024	$ 218,616
Expenditures:			
Principal	$ 4,025,000	4,025,000	$ -
Interest expense	546,167	546,167	-
Total expenditures	$ 4,571,167	4,571,167	$ -
Cash receipts over expenditures		402,857	
Unencumbered cash, beginning		4,351,291	
Unencumbered cash, ending		$ 4,754,148	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
FEDERAL GRANT FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Title I	Title II	Title IV	CARES Act	Total Actual	Budget	Variance - Over (Under)
Cash receipts:							
Federal aid	$ 346,325	$ 84,038	$ 32,929	$ 1,219,423	$ 1,682,715	$ 3,507,905	$ (1,825,190)
Expenditures and encumbrances:							
Instruction	307,851	98,267	4,781	865,130	1,276,029	$ 2,948,686	$ (1,672,657)
Instructional support staff	-	-	23,412	110	23,522	155,316	(131,794)
Student support services	-	-	-	137,413	137,413	23,693	113,720
Operations and maintenance	-	-	-	146,664	146,664	9,218	137,446
Transportation	9,209	-	-	113,709	122,918	4,000	118,918
Site and building improvements	-	-	-	173,659	173,659	-	173,659
Total expenditures and encumbrances	317,060	98,267	28,193	1,436,685	1,880,205	$ 3,140,913	$ (1,260,708)
Cash receipts over (under) expenditures and encumbrances	29,265	(14,229)	4,736	(217,262)	(197,490)		
Unencumbered cash, beginning	(2,696)	(1,712)	(11,643)	(350,939)	(366,990)		
Unencumbered cash, ending	$ 26,569	$ (15,941)	$ (6,907)	$ (568,201)	$ (564,480)		

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
OTHER GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

	Budget	Actual	Variance - Over (Under)
Cash receipts:			
Local revenues	$ 81,500	$ 77,043	$ (4,457)
State aid	125,856	114,802	(11,054)
Total cash receipts	$ 207,356	191,845	$ (15,511)
Expenditures and encumbrances:			
Instruction	$ 103,327	47,367	$ (55,960)
Student support services	60,000	48,946	(11,054)
General administration	-	1,782	1,782
Central services	-	4,557	4,557
Operations and maintenance	65,856	65,857	1
Total expenditures and encumbrances	$ 229,183	168,509	$ (60,674)
Cash receipts over expenditures and encumbrances		23,336	
Unencumbered cash, beginning		76,123	
Prior year canceled encumbrances		172	
Unencumbered cash, ending		$ 99,631	

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
TEXTBOOK RENTAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Cash receipts:		
Fees	$	292,100
Other revenue		240,992
Total cash receipts		533,092
Expenditures and encumbrances:		
Instruction		442,054
Cash receipts over expenditures and encumbrances		91,038
Unencumbered cash, beginning		454,437
Prior year canceled encumbrances		11,019
Unencumbered cash, ending	$	556,494

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Unencumbered cash, beginning	$	1,491,646
Unencumbered cash, ending	$	1,491,646

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
Year Ended June 30, 2023

Funds	Balance, July 1	Cash Receipts	Cash Disbursements	Transfers	Balance, June 30
Shawnee Heights High:					
Academic club	$ 560	$ 806	$ 288	$ -	$ 1,078
Anime club	130	-	130	-	-
Art club	908	-	908	-	-
Baseball club	1,628	1,235	1,297	-	1,566
Black student union	41	50	-	-	91
Bowling	1,584	525	878	-	1,231
Boys basketball	1,570	3,581	5,040	-	111
Boys golf	753	2,002	1,728	-	1,027
Boys soccer club	784	777	-	-	1,561
Boys swimming	1,771	-	677	(200)	894
Broadcast journalism	517	-	-	-	517
Cheerleaders	7,863	51,718	48,645	-	10,936
Choraliers	3,146	2,451	1,996	-	3,601
Class of 2021	778	-	-	-	778
Class of 2022	2,004	20	-	-	2,024
Class of 2023	1,609	1,215	1,335	-	1,489
Class of 2024	2,515	1,150	280	-	3,385
Class of 2025	1,310	1,231	280	-	2,261
Class of 2026	-	1,198	285	-	913
Coffee shop	846	4,538	4,152	-	1,232
Concessions	25,044	53,166	41,772	-	36,438
Cookie Shack	306	4,189	3,976	-	519
Cross country club	5,762	482	82	-	6,162
Debate	1,878	-	1,878	-	-
Drum line	17	-	-	-	17
FBLA	343	-	170	-	173
FCA	874	-	-	-	874
FCCLA	2,846	1,574	1,714	-	2,706
FFA	5,669	-	5,669	-	-
Football	741	11,188	10,865	-	1,064
Garden club	169	-	-	-	169
Girls basketball	751	7,273	1,167	-	6,857
Girls golf	514	1,649	1,369	-	794
Girls soccer club	65	12,505	4,389	-	8,181
Girls swimming	3,006	-	370	200	2,836
Girl up	-	419	-	-	419
Graduated classes	2,684	-	2,684	-	-
GSA	227	403	560	-	70
Subtotal forward	$ 81,213	$ 165,345	$ 144,584	$ -	$ 101,974

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Balance, July 1	Cash Receipts	Cash Disbursements	Transfers	Balance, June 30
Shawnee Heights High:					
Subtotal forward	$ 81,213	$ 165,345	$ 144,584	$ -	$ 101,974
Hall of fame	2,235	-	-	-	2,235
Halo	423	-	129	-	294
International club	1,957	-	-	-	1,957
J.A.G.	16	-	16	-	-
Junior civitan club	3,300	3,976	1,978	-	5,298
Junior/senior prom	3,936	6,885	8,832	-	1,989
Key club	1,133	23	-	-	1,156
Link crew	-	2,500	-	-	2,500
Math club	242	-	242	-	-
Metals	332	-	-	-	332
Model U.N.	165	240	230	-	175
National honor society	1,405	3,311	3,750	-	966
Newspaper	10,585	33,921	33,447	-	11,059
NJROTC unit maintenance	5,073	-	-	-	5,073
Orchestra	17,870	28,370	37,550	-	8,690
Parent teacher organization	449	300	300	-	449
Parking	3,911	2,690	353	-	6,248
Project account	2,380	4,579	4,657	-	2,302
Random drug testing	15,110	18,272	12,240	-	21,142
Regional music	2,725	10,894	7,374	-	6,245
Renaissance	18	-	-	-	18
Royals ticket vouchers	7	-	-	-	7
SADD	841	-	-	-	841
S.A.E.	585	-	-	-	585
Softball	39	4,706	4,188	-	557
Spirit club	910	-	910	-	-
Stage band	587	483	76	-	994
Student council	1,471	-	1,471	-	-
Teen topics	500	-	-	-	500
Tennis	70	200	269	-	1
Testing funds	2,253	287	282	-	2,258
Thunderettes	4,353	8,105	8,330	-	4,128
TMH classroom	147	-	-	-	147
Track club	6,113	6,230	1,059	-	11,284
Volleyball	1,523	2,086	1,907	-	1,702
Weights	7,160	7,010	14,170	-	-
Wrestling	4,655	234	3,663	-	1,226
Wood project	192	-	-	-	192
Subtotal Shawnee Heights High	$ 185,884	$ 310,647	$ 292,007	$ -	$ 204,524

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Balance, July 1	Cash Receipts	Cash Disbursements	Transfers	Balance, June 30
Shawnee Heights Middle:					
Blue team 7th	$ 117	$ 250	$ 282	$ -	$ 85
Blue team 8th	-	250	142	-	108
Cheerleaders	-	8,327	8,327	-	-
Dance	619	-	-	-	619
E-team	-	283	32	-	251
Outdoor club	188	-	103	-	85
Performing arts	2,227	906	881	-	2,252
Red team 7th	-	183	183	-	-
Red team 8th	29	231	131	-	129
Special education fund	384	-	-	-	384
Spirit club	937	-	-	-	937
Student agenda	-	279	279	-	-
Student council	4,683	1,723	2,364	-	4,042
T-Birds pride	6,487	20,456	18,880	-	8,063
White team 7th	71	391	446	-	16
White team 8th	58	194	53	-	199
Subtotal Shawnee Heights Middle	15,800	33,473	32,103	-	17,170
Tecumseh South Elementary:					
Student council	5,728	11,068	12,836	-	3,960
Total agency funds	$ 207,412	$ 355,188	$ 336,946	$ -	$ 225,654

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
GATE RECEIPTS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Cash Disbursements	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate receipts:							
Shawnee Heights High	$ 11,894	$ -	$ 100,884	$ 110,967	$ 1,811	$ -	$ 1,811
Shawnee Heights Middle	14,607	-	30,948	28,537	17,018	-	17,018
Total gate receipts	$ 26,501	$ -	$ 131,832	$ 139,504	$ 18,829	$ -	$ 18,829

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SCHOOL PROJECTS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Cash Disbursements	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Shawnee Heights High projects:							
Counselor assistance fund	$ 39	$ -	$ -	$ -	$ 39	$ -	$ 39
Faculty activities	3,113	-	3,308	6,450	(29)	-	(29)
Foundation grant	1,406	-	14,954	14,180	2,180	-	2,180
Grant	-	-	7,900	-	7,900	-	7,900
Gym pop	892	-	1,671	2,545	18	-	18
Interest	4,953	-	4,906	-	9,859	-	9,859
Memorial contributions	2,764	-	-	-	2,764	-	2,764
Miscellaneous	332	-	-	332	-	-	-
Sales tax account	862	-	12,291	12,268	885	-	885
SHHS scholarship	2,158	-	1,000	1,000	2,158	-	2,158
Student activity	59	-	-	-	59	-	59
Technology fee	-	-	10,032	10,032	-	-	-
Total Shawnee Heights High projects	16,578	-	56,062	46,807	25,833	-	25,833
Shawnee Heights Middle projects:							
Counseling	61	-	-	-	61	-	61
Faculty activities	331	-	390	19	702	-	702
Foundation grant	27	-	-	-	27	-	27
Interest	3,666	-	1,152	27	4,791	-	4,791
Miscellaneous	16,616	-	4,727	4,779	16,564	-	16,564
Sales tax account	1,041	-	2,331	2,331	1,041	-	1,041
Student pop	4,416	-	97	-	4,513	-	4,513
X-tech fund	-	-	571	571	-	-	-
Total Shawnee Heights Middle projects	26,158	-	9,268	7,727	27,699	-	27,699
Berryton Elementary projects:							
Contributions	945	-	-	-	945	-	945
Educational funding group	8,632	-	2,678	3,743	7,567	-	7,567
Foundation grant	1,000	-	916	-	1,916	-	1,916
Miscellaneous	3,102	-	2,641	2,076	3,667	-	3,667
POP	72	-	27	-	99	-	99
Sales tax account	(35)	-	8	7	(34)	-	(34)
Technology fee	233	-	1,535	1,535	233	-	233
Total Berryton Elementary projects	$ 13,949	$ -	$ 7,805	$ 7,361	$ 14,393	$ -	$ 14,393

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SCHOOL PROJECTS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Cash Disbursements	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Shawnee Heights Elementary projects:							
Donations	$ 1,022	$ -	$ 764	$ 802	$ 984	$ -	$ 984
EFG	1,061	-	1,999	1,357	1,703	-	1,703
Memorial	1,700	-	5,862	5,096	2,466	-	2,466
Miscellaneous	-	-	1,218	1,218	-	-	-
POP	150	-	190	262	78	-	78
Sales tax account	-	-	16	16	-	-	-
SH Foundation grant	-	-	1,192	601	591	-	591
Technology fee	-	-	1,432	1,432	-	-	-
Total Shawnee Heights Elementary projects	3,933	-	12,673	10,784	5,822	-	5,822
Tecumseh North projects:							
Donations	355	-	100	100	355	-	355
EFG	3,750	-	1,916	2,765	2,901	-	2,901
Intramural grant - BCBS	1,000	-	-	1,000	-	-	-
Miscellaneous	1,159	-	128	809	478	-	478
POP	748	-	123	242	629	-	629
Ryan Cochran memorial	504	-	-	24	480	-	480
SH Foundation grant	-	-	1,169	1,169	-	-	-
Technology fee	-	-	1,786	1,786	-	-	-
Total Tecumseh North projects	7,516	-	5,222	7,895	4,843	-	4,843
Tecumseh South projects:							
Donations	1,018	-	8,140	6,580	2,578	-	2,578
Library at school	-	-	133	133	-	-	-
Martin family garden grant	1,838	-	-	-	1,838	-	1,838
Stahel memorial	266	-	-	155	111	-	111
SH Foundation grant	-	-	14,235	6,785	7,450	-	7,450
Technology fee	-	-	1,434	1,434	-	-	-
Total Tecumseh South projects	3,122	-	23,942	15,087	11,977	-	11,977
Total school projects	$ 71,256	$ -	$ 114,972	$ 95,661	$ 90,567	$ -	$ 90,567

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Transfers	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Shawnee Heights High:								
AP funds	$ 5,567	$ -	$ 24,033	$ 3,550	$ -	$ 26,050		$ 26,050
Class fees	-	-	5,612	5,612	-	-	-	-
Driver education	25,168	-	3,232	28,400	-	-	-	-
Equipment replacement	-	-	2,523	2,523	-	-	-	-
Instrument rental	-	-	564	564	-	-	-	-
Justice Mitchell scholarship	383	-	-	-	-	383	-	383
Library book replacement	-	-	34	34	-	-	-	-
Lunch account	300	-	60,710	60,710	-	300	-	300
Petty cash #1	1,500	-	3,532	3,532	-	1,500	-	1,500
Petty cash #2	1,500	-	2,775	2,775	-	1,500	-	1,500
Sports participation fees	-	-	2,025	2,025	-	-	-	-
Textbook rental	-	-	4,835	4,835	-	-	-	-
Yearbook	-	-	4,825	4,825	-	-	-	-
Subtotal Shawnee Heights High	34,418	-	114,700	119,385	-	29,733	-	29,733
Shawnee Heights Middle:								
Bowling	3,071	-	8,372	8,246	-	3,197	-	3,197
Class fees	-	-	2,751	2,751	-	-	-	-
Instrument rental	-	-	209	209	-	-	-	-
Library book replacement	-	-	39	39	-	-	-	-
Lunch account	200	-	17,946	17,946	-	200	-	200
PE uniforms	-	-	100	100	-	-	-	-
Petty cash	1,500	-	6,426	6,426	-	1,500	-	1,500
Sports participation fees	-	-	585	605	20	-	-	-
Technology fee	-	-	2,182	2,162	(20)	-	-	-
Textbook rental	-	-	1,582	1,582	-	-	-	-
Yearbook	-	-	1,222	1,222	-	-	-	-
Subtotal Shawnee Heights Middle	$ 4,771	$ -	$ 41,414	$ 41,288	$ -	$ 4,897	$ -	$ 4,897

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Transfers	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Berryton Elementary:								
Band/orchestra	$ (68)	$ -	$ 233	$ 240	$ -	$ (75)		$ (75)
Class fees	-	-	1,701	1,701	-	-	-	-
Intramurals	-	-	275	275	-	-	-	-
Library book replacement	(47)	-	9	9	-	(47)	-	(47)
Lunch account	(25)	-	16,960	16,040	-	895	-	895
Petty cash	300	-	183	183	-	300	-	300
Textbook rental	-	-	595	595	-	-	-	-
Yearbook	1	-	14	14	-	1	-	1
Subtotal Berryton Elementary	161	-	19,970	19,057	-	1,074	-	1,074
Shawnee Heights Elementary:								
Band/orchestra	-	-	230	230	-	-	-	-
Class fees	-	-	2,454	2,454	-	-	-	-
Library book replacement	-	-	62	62	-	-	-	-
Lunch account	-	-	14,342	14,342	-	-	-	-
Petty cash	300	-	301	301	-	300	-	300
Textbook fees	-	-	729	729	-	-	-	-
Yearbook	-	-	139	139	-	-	-	-
Subtotal Shawnee Heights Elementary	300	-	18,257	18,257	-	300	-	300
Tecumseh North:								
Band/orchestra	-	-	146	146	-	-	-	-
Class fees	-	-	4,605	4,605	-	-	-	-
Intramurals	-	-	600	600	-	-	-	-
Library book replacement	-	-	192	192	-	-	-	-
Lunch account	-	-	12,103	12,123	-	(20)	-	(20)
Petty cash	300	-	395	395	-	300	-	300
Textbook rental	-	-	675	675	-	-	-	-
Subtotal Tecumseh North	$ 300	$ -	$ 18,716	$ 18,736	$ -	$ 280	$ -	$ 280

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
(Continued)
Year Ended June 30, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Transfers	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Tecumseh South:								
Band/orchestra	$ -	$ -	$ 200	$ 200	$ -	$ -	$ -	$ -
Class fees	-	-	1,454	1,454	-	-	-	-
Intramural fees	-	-	850	850	-	-	-	-
Lunch account	-	-	7,393	7,393	-	-	-	-
Miscellaneous	1,868	-	864	896	-	1,836	-	1,836
Petty cash	300	-	-	-	-	300	-	300
Textbook fees	-	-	425	425	-	-	-	-
Subtotal Tecumseh South	2,168	-	11,186	11,218	-	2,136	-	2,136
Total District funds	$ 42,118	$ -	$ 224,243	$ 227,941	$ -	$ 38,420	$ -	$ 38,420

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Grant Award	Unencumbered Cash Balance July 1, 2022	Amount Received	Disbursements, Accounts Payable, Encumbrances, and Transfers	Prior Year Canceled Encumbrances	Unencumbered Cash Balance June 30, 2023
United States Department of Agriculture:							
Passed through the State of Kansas:							
Child Nutrition Cluster:							
School Breakfast Program	10.553	$ 240,134	$ -	$ 240,134	$ 240,134	$ -	$ -
Commodity Credit Corporate Supply Chain Assistance	10.555	107,416	-	107,416	107,416	-	-
Section 4 - National School Lunch Program	10.555	893,853	-	893,853	893,853	-	-
Summer Food Service Program for Children	10.559	112,528	-	112,528	112,528	-	-
Total Child Nutrition Cluster			-	1,353,931	1,353,931	-	-
Grants not clustered:							
Child and Adult Care Food Program	10.558	11,628	-	11,628	11,628	-	-
Total United States Department of Agriculture			-	1,365,559	1,365,559	-	-
United States Department of Education:							
Passed through the State of Kansas:							
Special Education Cluster (IDEA):							
Grants to States	84.027	835,457	-	798,032	798,032	-	-
COVID-19 ARPA	84.027X	170,452	(17,192)	79,801	108,399	-	(45,790)
Preschool Grants	84.173	35,096	-	35,096	35,096	-	-
Total Special Education Cluster (IDEA)			$ (17,192)	$ 912,929	$ 941,527	$ -	$ (45,790)

(Continued)

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2023
(Continued)

Federal Grantor/Pass-Through Grantor/Program Title	Assistance Listing Number	Grant Award	Unencumbered Cash Balance July 1, 2022	Amount Received	Disbursements, Accounts Payable, Encumbrances, and Transfers	Prior Year Canceled Encumbrances	Unencumbered Cash Balance June 30, 2023
Grants not clustered:							
Title I, Grants to Local Educational Agencies - FY 23	84.010	$ 358,159	$ -	$ 319,159	$ 292,190	$ -	$ 26,969
Title I, Grants to Local Educational Agencies - FY 22	84.010	366,231	(2,696)	27,166	24,870	-	(400)
Career and Technical Education Basic Grants to States	84.048	19,822	-	19,822	19,822	-	-
Supporting Effective Instruction - FY 23	84.367	62,739	-	45,019	51,640	-	(6,621)
Supporting Effective Instruction - FY 22	84.367	59,727	(1,712)	39,019	46,627	-	(9,320)
Student Support and Academic Enrichment - FY 23	84.424	28,193	-	21,286	28,193	-	(6,907)
Student Support and Academic Enrichment - FY 22	84.424	27,599	(11,643)	11,643	-	-	-
COVID-19 Elementary and Secondary School Emergency Relief Fund - ESSER II SPED	84.425D	182,848	(26,978)	101,998	75,020	-	-
COVID-19 Elementary and Secondary School Emergency Relief Fund - ESSER II	84.425D	1,244,108	(66,058)	66,058	-	-	-
COVID-19 Elementary and Secondary School Emergency Relief Fund - ESSER III	84.425U	2,796,059	(284,881)	1,051,487	1,081,246	-	(314,640)
COVID-19 Elementary and Secondary School Emergency Relief Fund - Homeless	84.425W	11,773	-	8,268	11,535	-	(3,267)
Total grants not clustered			(393,968)	1,710,925	1,631,143	-	(314,186)
Total United States Department of Education			(411,160)	2,623,854	2,572,670	-	(359,976)
United States Department of Health and Human Services:							
Passed through the State of Kansas:							
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	355,315	-	93,610	343,904	-	(250,294)
COVID-19 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) - Supplies	93.323	108,600	-	108,600	108,600	-	-
Total United States Department of Health and Human Services			-	202,210	452,504	-	(250,294)
Total expenditures of federal awards			$ (411,160)	$ 4,191,623	$ 4,390,733	$ -	$ (610,270)

See accompanying notes to Schedule of Expenditures of Federal Awards

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
Year Ended June 30, 2023

1 - General

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Shawnee Heights Unified School District No. 450 (the District) under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statement. Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position of the District.

2 - Basis of Accounting

Expenditures reported on the Schedule are reported on the regulatory basis of accounting as described in Note 2 to the District's financial statement. The expenditures on the Schedule are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

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

3 - Noncash Assistance

The District is a recipient of federal financial assistance programs that do not result in cash receipts or disbursements. Noncash amounts received by the District are included in the SEFA for the Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) grant (ALN 93.323) in a total amount of $ 108,600, as valued by the grantor.

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
TECUMSEH, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2023

Section I - Summary of Auditors' Results

Financial Statements

Type of report issued on whether the financial statement audited was prepared in accordance with GAAP:	Adverse
Type of auditors' report issued on the basis of accounting used by the District:	Unmodified – Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified	None
Significant deficiencies identified that are not considered to be material weaknesses	None noted
Noncompliance material to financial statements noted	None

Federal Awards

Type of auditors' report issued on compliance for major program	Unmodified
Internal control over major program:	
Material weaknesses identified	None
Significant deficiencies identified that are not considered to be material weaknesses	None noted
Audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516(a)	None

Identification of major programs:

Assistance Listing Number	Name of Federal Program
84.027/84.173	Special Education Cluster (IDEA)
84.425	Elementary and Secondary School Emergency Relief Fund

Dollar threshold used to distinguish between type A and type B programs	$ 750,000
Auditee qualified as a low-risk auditee	No

(Continued)

Section II - Financial Statement Findings

None.

Section III - Federal Award Findings and Questioned Costs

None.

BT & Co. P.A.
Certified Public Accountants

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

Board of Education
Shawnee Heights Unified School District No. 450:

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 Shawnee Heights Unified School District No. 450 (the District) which comprises the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash as of and for the year ended June 30, 2023 and the related notes to the financial statement and have issued our report thereon dated December 26, 2023. Our report contained an adverse opinion because the financial statement was presented using accounting practices prescribed or permitted by the State of Kansas.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our 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 and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

An Independently Owned Member, RSM US Alliance

RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each are separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

Report on Compliance and Other Matters

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

Purpose of this Report

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

BT&Co., P.A.

December 26, 2023
Topeka, Kansas

BT & Co. P.A.
Certified Public Accountants

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INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Board of Education
Shawnee Heights Unified School District No. 450:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Shawnee Heights Unified School District No. 450'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 the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditors' 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 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 Auditors' 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.

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Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on 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.

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

BT&Co., P.A.

December 26, 2023
Topeka, Kansas

BT & Co. P.A.

Certified Public Accountants

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450 TECUMSEH, KANSAS

Report to the Board of Education
December 26, 2023

BT & Co. P.A.
Certified Public Accountants

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December 26, 2023

Board of Education
Shawnee Heights Unified School District No. 450
4401 SE Shawnee Heights Road
Tecumseh, Kansas 66542-9799

Attention: Members of the Board of Education

We are pleased to present this report related to our audit of the financial statement and compliance of Shawnee Heights Unified School District No. 450 (the District) for the year ended June 30, 2023. This report summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for the District's financial and compliance reporting process.

This report is intended solely for the information and use of the Board of Education and management and is not intended to be and should not be used by anyone other than these specified parties. It will be our pleasure to respond to any questions you have about this report. We appreciate the opportunity to continue to be of service to the District.

BT&Co., P.A.

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RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each are separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

SHAWNEE HEIGHTS UNIFIED SCHOOL DISTRICT NO. 450
Report to the Board of Education
December 26, 2023

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Required Communications

Generally accepted auditing standards (AU-C 260, *The Auditor's Communication with Those Charged with Governance*) require the auditor to promote effective two-way communication between the auditor and those charged with governance. Consistent with this requirement, the following summarizes our responsibilities regarding the financial statement audit as well as observations arising from our audit that are significant and relevant to your responsibility to oversee the financial reporting process.

Area	Comments
Our Responsibilities with Regard to the Financial Statement Audit	Our responsibilities under auditing standards generally accepted in the United States of America; *Government Auditing Standards* issued by the Comptroller General of the United States; the provisions of the Single Audit Act; Uniform Guidance; OMB's *Compliance Supplement;* and the Kansas Municipal Audit and Accounting Guide (the KMAAG) have been described to you in our arrangement letter dated June 19, 2023. Our audit of the financial statement does not relieve management or those charged with governance of their responsibilities, which are also described in that letter.
Overview of the Planned Scope and Timing of the Financial Statement Audit	We have issued a separate communication dated July 6, 2023 regarding the planned scope and timing of our audit and identified significant risks.
Accounting Policies and Practices	**Preferability of Accounting Policies and Practices** Under KMAAG, adopted by the State of Kansas (regulatory basis), in certain circumstances, management may select among alternative accounting practices. In our view, in such circumstances, management has selected the preferable accounting practice. **Adoption of, or Change in, Accounting Policies** Management has the ultimate responsibility for the appropriateness of the accounting policies used by the District. The District did not adopt any significant new accounting policies nor have there been any changes in existing significant accounting policies during the current period.

Area	Comments
	Significant Accounting Policies We did not identify any significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus. **Significant Unusual Transactions** We did not identify any significant unusual transactions.
Audit Adjustments	There were no audit adjustments made to the original trial balance presented to us to begin our audit.
Uncorrected Misstatements	We are not aware of any uncorrected misstatements other than misstatements that are clearly trivial.
Departure from the Auditors' Standard Report	**Modification of Opinion** Our audit report includes an adverse opinion on U.S. Generally Accepted Accounting Principles (GAAP) resulting from the District's adoption of a resolution that is in compliance with K.S.A. 75-1120a(c), which waives the requirement for application of GAAP and allows the use of the regulatory basis of accounting. Below are paragraphs to be included in the auditors' report. ***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. ***Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles*** As discussed in Note 2 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal*

Area	Comments
	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 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.
Observations About the Audit Process	**Disagreements with Management** We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the financial statement. **Consultations with Other Accountants** We are not aware of any consultations management had with other accountants about accounting or auditing matters. **Significant Issues Discussed with Management** No significant issues arising from the audit were discussed with or the subject of correspondence with management. **Significant Difficulties Encountered in Performing the Audit** We did not encounter any significant difficulties in dealing with management during the audit. **Difficult or Contentious Matters That Required Consultation** We did not encounter any significant and difficult or contentious matters that required consultation outside the engagement team.
Significant Written Communications Between Management and Our Firm	Copies of certain written communications between our firm and the management of the District, including the representation letter provided to us by management, are attached.

SHAWNEE HEIGHTS
UNIFIED SCHOOL
DISTRICT 450

Tim Hallacy, Superintendent
Matt Hirsch, Associate Superintendent
Becky Hummer, Elementary Curriculum Director
Stacey Bell, Secondary Curriculum Director
Dr. Kristin O'Brien, Special Education Director
Sara Darting, Business and Finance Director
Tiffanie Kinsch, Communications Director

BT&Co., P.A.
4301 SW Huntoon Street
Topeka, Kansas 66604-1659

This representation letter is provided in connection with your audit of the financial statement of Shawnee Heights Unified School District No. 450 (the District) as of and for the year ended June 30, 2023 for the purpose of expressing an opinion on whether the financial statement is presented fairly, in all material respects, in accordance with the *Kansas Municipal Audit and Accounting Guide* (the KMAAG) in order to meet the requirements of the State of Kansas described in Note 2 to the financial statement (the regulatory basis).

We confirm, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves, that as of the date of the auditors' report:

Financial Statement

1. We have fulfilled our responsibilities, as set out in the terms of the audit arrangement letter dated June 19, 2023, for the preparation and fair presentation of the financial statement referred to above in accordance with the regulatory basis.

2. We have identified and included all municipal organizations that are a part of our municipal financial reporting entity, including all related municipal entities.

3. We acknowledge our responsibility for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

4. We acknowledge our responsibility for the design, implementation, and maintenance of controls to prevent and detect fraud.

5. The methods, data, and significant assumptions used by us in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in the context of the regulatory basis, and reflect our judgment based on our knowledge and experience about past and current events, and our assumptions about conditions we expect to exist and courses of action we expect to take.

6. Related-party transactions have been recorded in accordance with the economic substance of the transaction and appropriately accounted for and disclosed in accordance with the requirements of the regulatory basis.

7. The financial statement properly classifies all funds and activities in accordance with the regulatory basis.

8. All events subsequent to the date of the financial statement, and for which the regulatory basis requires adjustment or disclosure, have been adjusted or disclosed.

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27. We are aware of no significant deficiencies, including material weaknesses, in the design or operation of internal controls that could adversely affect the District's ability to record, process, summarize, and report financial data.

28. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

29. During the course of your audit, you may have accumulated records containing data that should be reflected in our books and records. All such data have been so reflected. Accordingly, copies of such records in your possession are no longer needed by us.

30. With respect to the financial statement preparation and Federal Audit Clearinghouse submission preparation services performed in the course of the audit:
    a. We have made all management decisions and performed all management functions;
    b. We assigned an appropriate individual to oversee the services;
    c. We evaluated the adequacy and results of the services performed, and made an informed judgment on the results of the services performed;
    d. We have accepted responsibility for the results of the services; and
    e. We have accepted responsibility for all significant judgments and decisions that were made.

Supplementary Information

31. With respect to supplementary information presented in relation to the financial statement:
    a. We acknowledge our responsibility for the presentation of such information.
    b. We believe such information, including its form and content, is fairly presented in accordance with the regulatory basis.
    c. The methods of measurement or presentation have not changed from those used in the prior period.
    d. When supplementary information is not presented with the audited financial statement, we will make the audited financial statement readily available to the intended users of the supplementary information no later than the date of issuance of the supplementary information and the auditors' report thereon.

Compliance Considerations

In connection with your audit conducted in accordance with *Government Auditing Standards*, we confirm that management:

32. Is responsible for the preparation and fair presentation of the financial statement in accordance with the applicable financial reporting framework.

33. Is responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to the auditee.

34. Is not aware of any instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that have a material effect on the financial statement.

35. Is responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

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36. Acknowledges its responsibility for the design, implementation, and maintenance of controls to prevent and detect fraud.

37. Has a process to track the status of audit findings and recommendations.

38. Is not aware of any investigations or legal proceedings that have been initiated with respect to the period under audit.

39. Acknowledges its responsibilities as it relates to non-audit services performed by the auditor, including that it assumes all management responsibilities; that it oversees the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge or experience; that it evaluates the adequacy and results of the services performed; and that it accepts responsibility for the results of the services.

In connection with your audit of federal awards conducted in accordance with Subpart F of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), we confirm:

40. Management is responsible for complying, and has complied, with the requirements of Uniform Guidance.

41. Management is responsible for understanding and complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of its federal programs.

42. Management is responsible for the design, implementation, and maintenance, and has designed, implemented and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that the auditee is managing federal awards in compliance with federal statutes, regulations, and the terms and conditions of the federal award that could have a material effect on its federal programs.

43. Management is responsible for the preparation of the schedule of expenditures of federal awards; acknowledges and understands its responsibility for the presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance; believes the schedule of expenditures of federal awards, including its form and content, is fairly presented in accordance with the Uniform Guidance; asserts that methods of measurement or presentation have not changed from those used in the prior period, or if the methods of measurement or presentation have changed, the reasons for such changes have been communicated; and is responsible for any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards.

44. Management has identified and disclosed all of its government programs and related activities subject to the Uniform Guidance compliance audit.

45. Management has identified and disclosed to the auditor the requirements of federal statutes, regulations, and the terms and conditions of federal awards that are considered to have a direct and material effect on each major program.

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46. Management has made available all federal awards (including amendments, if any) and any other correspondence relevant to federal programs and related activities that have taken place with federal agencies or pass-through entities.

47. Management has identified and disclosed to the auditor all amounts questioned and all known noncompliance with the direct and material compliance requirements of federal awards or stated that there was no such noncompliance.

48. Management believes that the auditee has complied with the direct and material compliance requirements.

49. Management has made available all documentation related to compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.

50. Management is aware of no communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the direct and material compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditors' report.

51. There are no findings and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditors' report.

52. Management is responsible for taking corrective action on audit findings of the compliance audit that meets the requirements of the Uniform Guidance.

53. There are no subsequent events that provide additional evidence with respect to conditions that existed at the end of the reporting period that affect noncompliance during the reporting period.

54. Management has disclosed all known noncompliance with direct and material compliance requirements occurring subsequent to the period covered by the auditors' report or stated that there were no such known instances.

55. Management has disclosed whether any changes in internal control over compliance or other factors that might significantly affect the District's system of internal control, including any corrective action taken by management with regard to significant deficiencies and material weaknesses in internal control over compliance, have occurred subsequent to the period covered by the auditors' report.

56. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statement has been prepared.

57. The copies of federal program financial reports provided to the auditor are true copies of the reports submitted, or electronically transmitted, to the federal agency or pass-through entity, as applicable.

58. Management has charged costs to federal awards in accordance with applicable cost principles.

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59. The reporting package does not contain protected personally identifiable information.

60. Management has accurately completed the appropriate sections of the data collection form.

Very truly yours,

SHAWNEE HEIGHTS UNIFIED SCHOOL
DISTRICT NO. 450

Mr. Tim Hallacy, Superintendent

Date Signed 12-26-23

Mrs. Sara Darting, Director of Business & Finance

Date Signed 12/21/23