ALLEN COUNTY
COMMUNITY COLLEGE

Iola, Kansas

Independent Auditor's Report and
Financial Statements with
Supplementary Information

For the Year Ended June 30, 2023

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas

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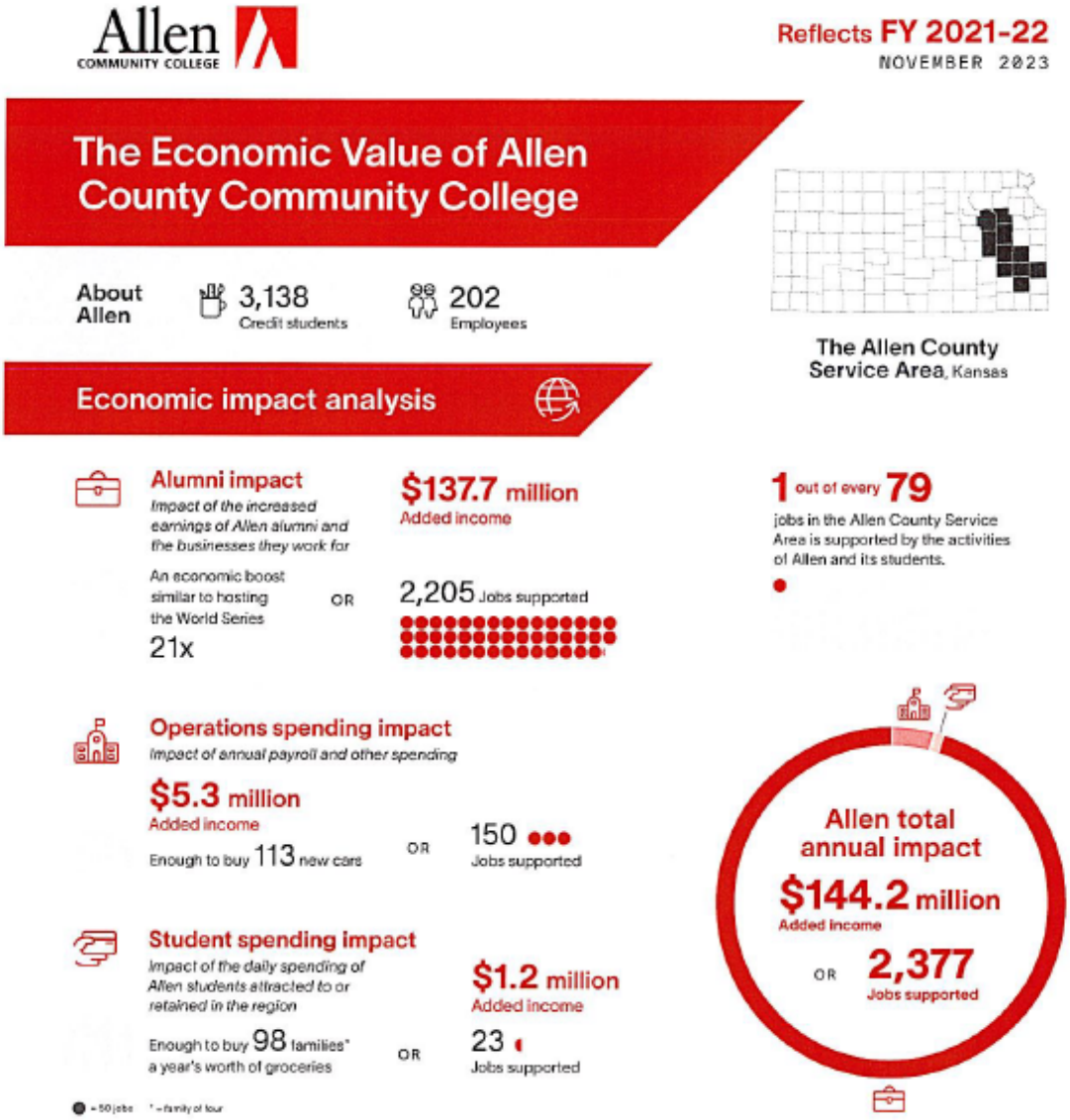
ALLEN COUNTY COMMUNITY COLLEGE

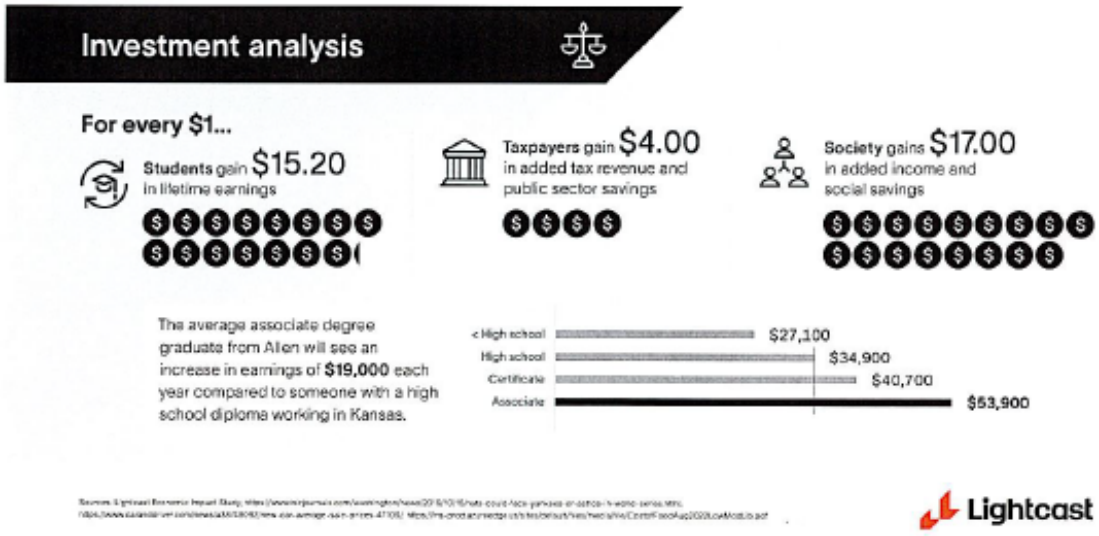
Management's Discussion and Analysis

Allen County Community College (Allen) vision is to be recognized for excellent as a valuable, responsive resource to the communities we serve and as a caring, supportive institution that empowers and educates our students, faculty, and staff to embrace change, become lifelong learners, and take their place as productive members of the global community.

Economic Value

The economic value of Allen is not just our infrastructure, or the education and well-being of our students, faculty, staff, but also in our vendors, both local and statewide, we, as a collective, have either purchased through or contracted to assist in our day in and day out operations and infrastructure maintenance. Lightcast, a local leader in labor market analytics, performed an economic impact study that reflects our July – June fiscal year 2021-2022 economic value as presented below:





What are we doing to improve the economic welfare of Allen and its community? There is a growing need for new programs in Career and Technical Education (CTE) based on our local needs assessments put together by KBOR officials, business and industry, high schools, and colleges. It is our focus to update and create new pathways for students to earn a certificate or degree that will either transfer to higher education 4-year institutions or start their career pathway.

Overview of the Financial Statements and Financial Analysis

The following discussion and analysis of Allen County Community College's financial statements focuses on the College as a whole and provides an overview of the College's financial activities for the year ended June 30, 2023, with selected comparative information for the year ended June 30, 2022. The emphasis of discussion about these statements is on the current year data and based on currently known facts. This discussion should be read in conjunction with the College's basic financial statements and the footnotes to those statements. A separate audit is issued for the Allen County Community College Endowment Association and is available for review at 1801 North Cottonwood, Iola, Kansas 66749.

Allen County Community College is required to present annual financial statements in accordance with pronouncements issued by the Governmental Accounting Standards Board (GASB); the authoritative body for establishing U.S. generally accepted accounting principles for state and local governments, including public institutions of higher education. These pronouncements (GASB 34 and 35) permit public colleges and universities to use the guidance for special purpose governments engaged only in business-type activities in their separately issued financial statements.

There are three financial statements presented: the Statement of Net Position; the Statement of Revenues, Expenses and Changes in Net Position; and the Statement of Cash Flows.

Statement of Net Position

The Statement of Net Position presents the assets, liabilities, and net position as of the end of the fiscal year. This statement is one of the indicators of the current financial condition of the College. Net position is defined as total assets less total liabilities and reflects those values and the equity(ownership) in the total assets of the College at a specific point in time. The assets and liabilities are categorized between current and noncurrent based on a projected period of time. Current assets and liabilities are typically short-term and become payable within the normal 12-month accounting cycle. Noncurrent assets and noncurrent liabilities are long-term and will become payable after 12 months.

From the data presented, readers of the Statement of Net Position can determine the assets available to continue operations of the institution. They are also able to determine how much the institution owes vendors, investors, and lending institutions. Finally, the Statement of Net Position provides a picture of the net position and their availability for expenditure by the institution.

Comparison of Net Position

The College's current assets consist primarily of cash, investments, accounts receivable, and inventories. Noncurrent assets consist of capital assets and lease assets. Capital assets are the property, plant, and equipment owned by the College, net of any related accumulated depreciation.

Analysis of Assets, Liabilities and Net Position

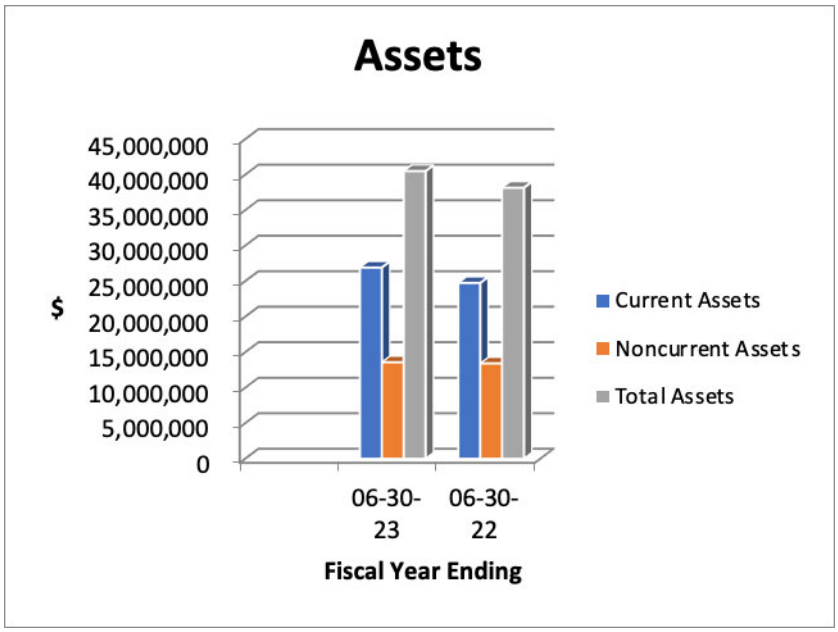
Assets

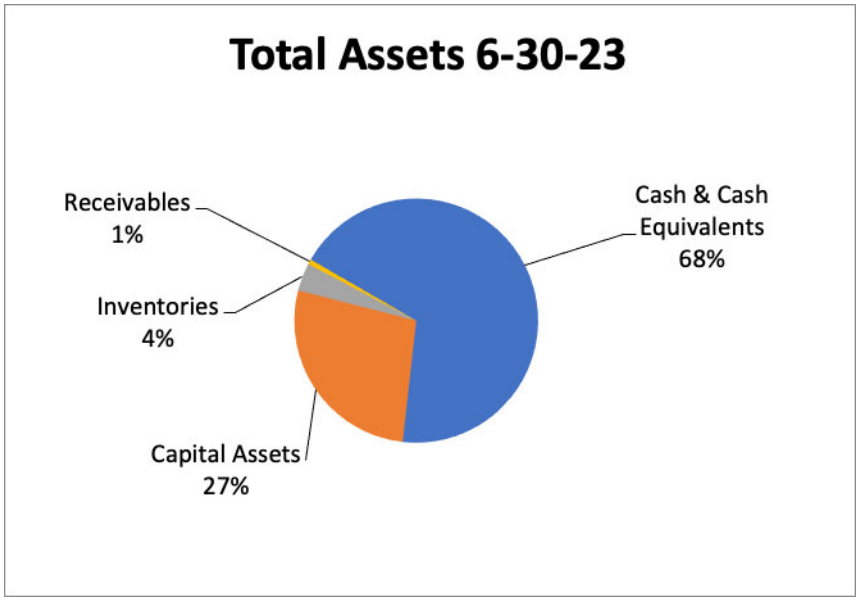
Comparison of Assets – Fiscal Year 2022 to 2023

	2022	% Total 2022	2023	% Total 2023
Current Assets	$ 24,735,898	64.84%	$ 26,911,148	66.47%
Non-Current Assets	$ 13,414,325	35.16%	$ 13,572,333	33.53%
Total Assets	$ 38,150,223	100.00%	$ 40,483,481	100.00%
Deferred Outflows	$ 98,365		$ 101,678	

For the year, ended June 30, 2023, total assets increased $2,333,258 [6.12%] over the previous fiscal year. The change in total assets resulted from increases in Cash and Cash Equivalents of

$2,211,491; Accounts Receivable of $89,643; and Capital Assets (Net of Depreciation) of $141,699; and decreases in Inventory ($53,862) and Lease Assets of ($55,713).



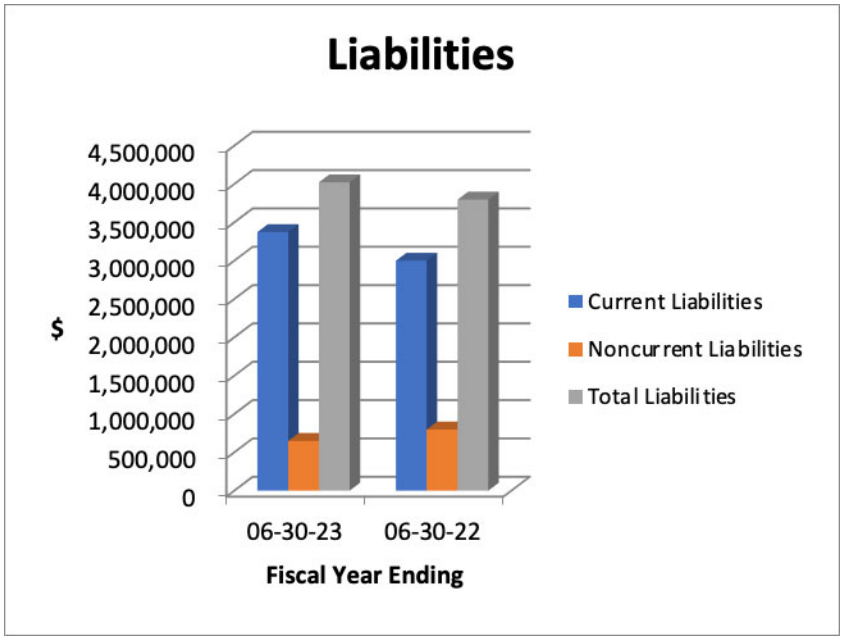


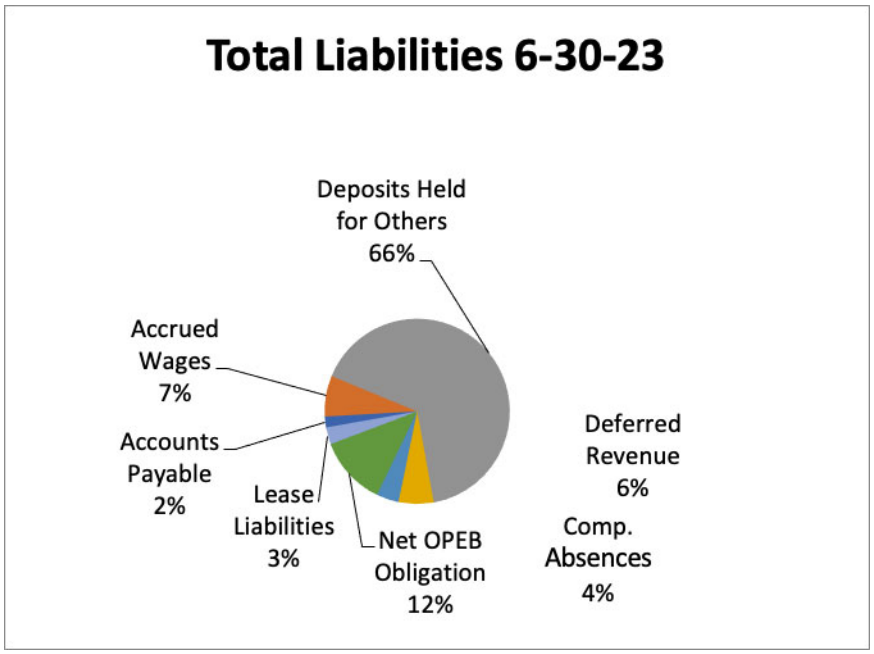
Liabilities

Comparison of Liabilities – Fiscal Year 2022 to 2023

	2022	% Total 2022	2023	% Total 2023
Current Liabilities	$ 2,999,491	79.01%	$ 3,372,949	83.87%
Non-Current Liabilities	$ 796,671	20.99%	$ 648,522	16.13%
Total Liabilities	$ 3,796,162	100.00%	$ 4,021,471	100.00%
Deferred Inflows	$ 550,910		$ 530,067	

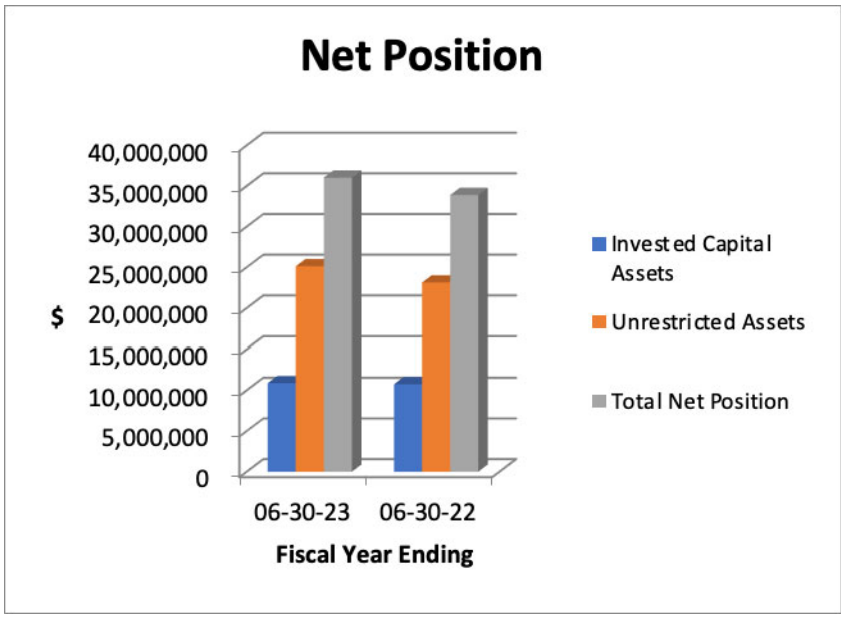
For the year ending June 30, 2023, total liabilities increased $225,309 [5.94%] over the previous year. The net change in total liabilities can be attributed to decreases in Lease Liability of ($57,669), Accrued Wages of ($55,126), Compensated Absences of ($35,407), and Accrued Interest of ($167) and increases in Deposits Held for Others of $191,142, Deferred Revenue of $159,640, Accounts Payable of $17,462, Net OPEB Obligation of $5,434.




Total Liabilities 6-30-23
Deposits Held for Others 66%
Accrued Wages 7%
Accounts Payable 2%
Lease Liabilities 3%
Net OPEB Obligation 12%
Comp. Absences 4%
Deferred Revenue 6%

Net Position

Total Net Position increased $2,132,105[6.29%] for the year ending June 30, 2023. This was due to an increase in both Unrestricted Assets of $1,988,283 and Capital Assets of $143,822.



Statement of Revenues, Expenses and Changes is Net Position

The Statement of Revenues, Expenses and Changes in Net Position reflect the results of operations and other changes for the fiscal year. The purpose of the statement is to present the revenues received by the institution, both operating and nonoperating, and the expenses paid by the institution, operating and nonoperating, and any other revenues, expenses, gains or losses received or spent by the institution. Changes in total net position, as presented on the Statement of Net Position, are based on the activity presented in the Statement of Revenues, Expenses and Changes in Net Position.

Operating Revenues are generally generated by providing goods and services to the various customers and constituencies of the institution. Operating expenses are those expenses paid to acquire or produce the goods and services provided in return for the operating revenues, and to carry out the mission of the institution. Nonoperating revenues are revenues received for which goods and services are not provided. For example, state appropriations are nonoperating because they are provided by the Legislature to the institution without the Legislature directly receiving commensurate goods or services for those revenues.

Analysis of Revenues and Expenses

Revenues

Revenues	2022	% Total 2022	2023	% Total 2023
Student Tuition & Fees (Net)	$ 2,189,777	13.25%	$ 1,388,325	9.08%
Federal Grants & Contracts	$ 1,416,258	8.57%	$ 49,534	0.32%
State Grants & Contracts	$ 14,168	0.09%	$ 14,168	0.09%
Auxiliary Enterprises	$ 2,203,825	13.34%	$ 1,965,069	12.85%
Other Operating Revenues	$ 107,955	0.65%	$ 149,162	0.98%
State Appropriations	$ 5,592,722	33.85%	$ 5,978,385	39.11%
County Appropriations	$ 3,264,608	19.76%	$ 3,464,085	22.66%
Federal Pell Grants	$ 1,692,555	10.24%	$ 1,564,450	10.23%
Investment Income	$ 41,463	0.25%	$ 763,219	4.99%
Gain(Loss) on Sale of Assets	$ -	0.00%	$ (48,949)	-0.32%
Total Revenues	16,523,331	100.00%	15,287,448	100.00%

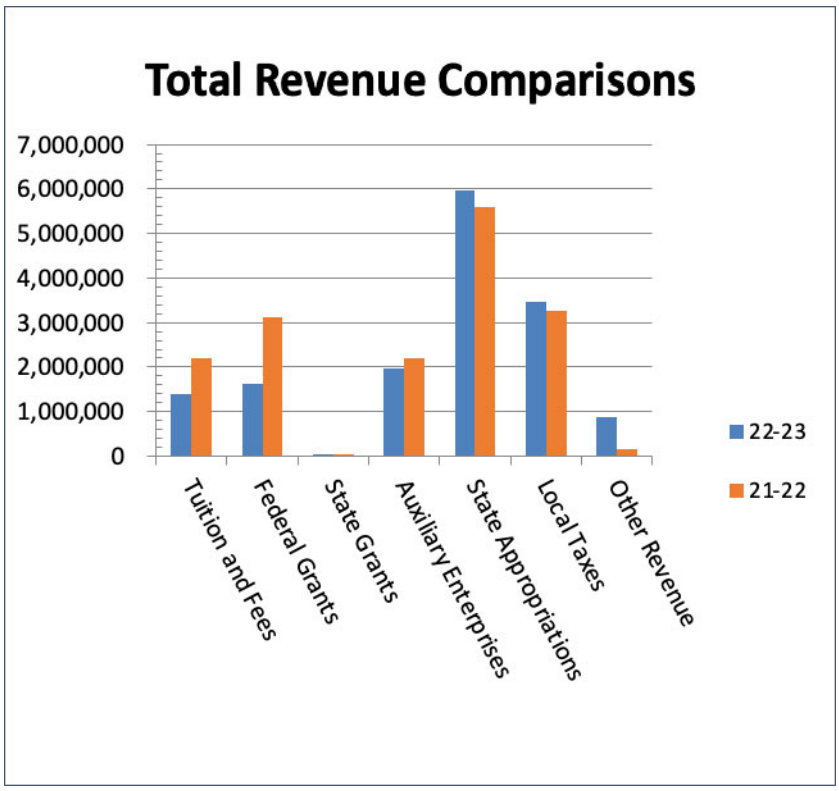
Total revenue for the 2022-2023 fiscal year decreased ($1,235,883) [-7.48%].

Operating revenues decreased ($2,365,725) [-39.88%]. The change consisted of decreases in Student Tuition and Fees (net of scholarship discounts and allowances) of ($801,452), and Federal Grants of ($1,366,724), Auxiliary Enterprises Sales of ($238,756), and an increases in and Other Operating Revenue of $41,207.

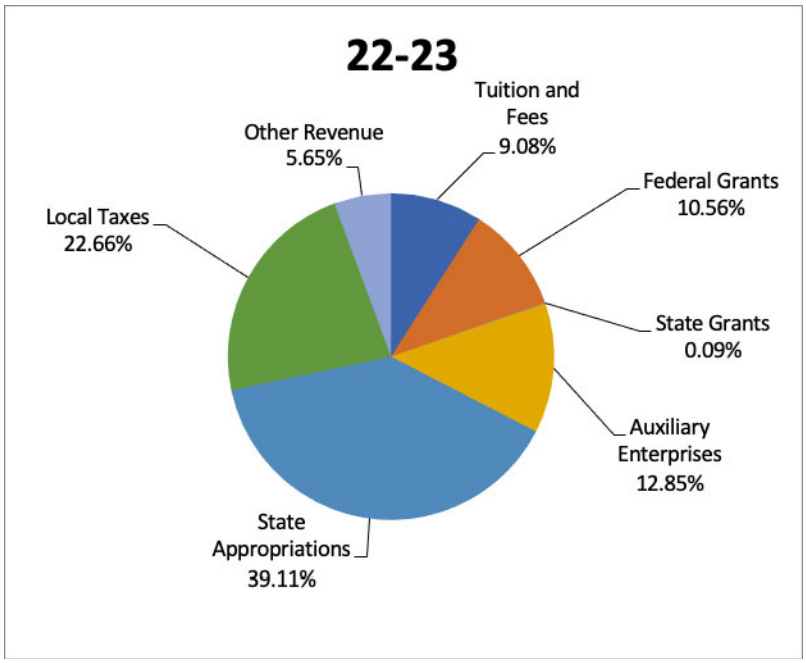
Federal Grants and Contracts, Student Tuition and Fees and Auxiliary Enterprises decrease of ($1,366,724), ($801,452) and ($238,756) respectively is mainly due to $1.7 million COVID dollars received during fiscal year 21-22 to assist the college and their students during the pandemic. The increase of $41,207 for Other Operating Revenue sale of inventoriable assets and bad debt collections.

Non-operating revenues (expenses) increased $1,129,842 [10.67%]. The change consisted of increases in State Appropriations of $385,663, County Appropriations of $199,477, and investment income of $721,756, and decreases in Federal Pell Grants ($128,105), and Gain (Loss) on Sale of Assets of ($48,949).

The State Appropriations increase of $385,663 is an inflationary increase and high school CTE program reimbursement. The County Appropriations increase of $199,477 is due to an increase in property tax valuations. Investment income increase of $721,756 is due to an increase in the Federal Reserve Interest Rates and the economy. Federal Pell Grants decreased ($128,105) due to a reduction in students available for Federal Pell Grant, and the decrease, or Loss on Sale of Assets, of ($48,949) was from sale and retirement of assets that were not fully depreciated.



Allen County Community College receives revenue from seven sources:

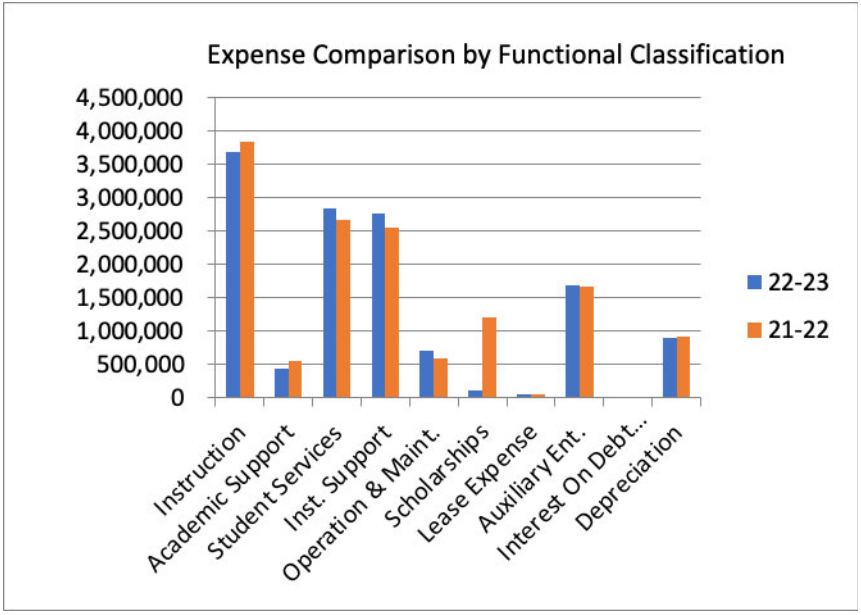


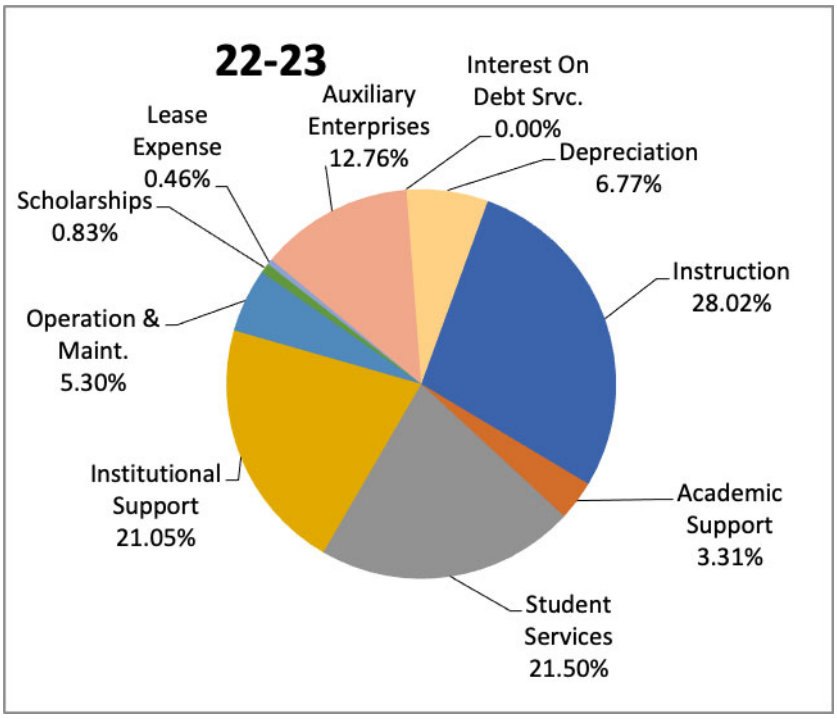
Expenses

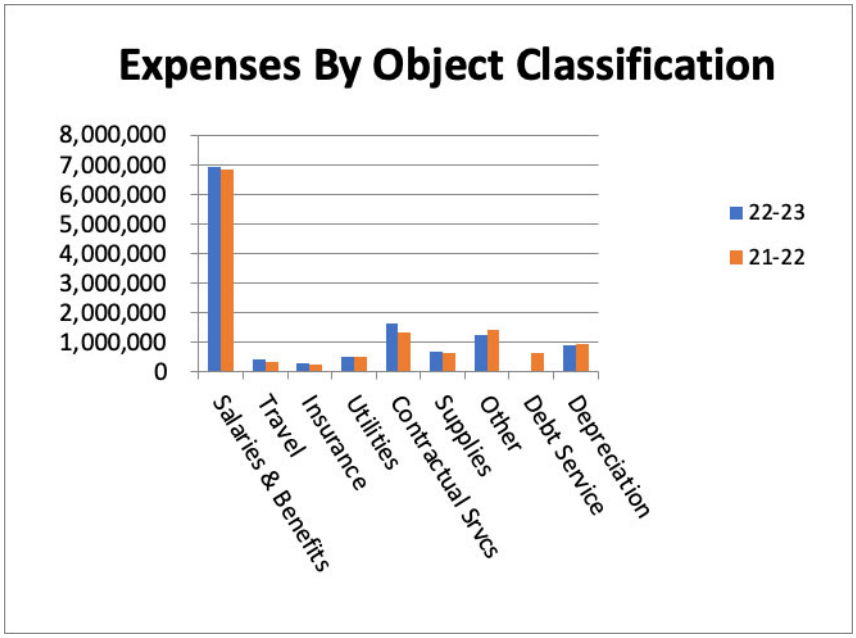
Total operating expenses for 2022-2023 decreased ($890,592) [6.34%]. The change consisted of decreases in Scholarships and Awards of ($1,098,386), Instruction of ($155,946), Academic Support of ($107,803), Depreciation of ($17,801), Debt Service of ($11,256) and Lease Expense $(1,618). Increases were in Institutional Support of $219.200, Student Services of $163,184, Operations and Maintenance of $107,740, and Auxiliary Enterprise of $12,094.

Scholarships and Awards decrease of ($1,098,386) over fiscal year 22-23 is due to the COVID Federal grants awarded to students to assist them financially through the pandemic during fiscal year 21-22 and not continuing into 22-23 year. Debt Service decrease of ($11,256) was from extinguishment of Debt.

Detail of Education & General Expenditures	2022	% Total 2022	2023	% Total 2023
Instruction	3,842,362	27.36%	$ 3,686,416	28.02%
Acadenuc Support	543,292	3.87%	$ 435,489	3.31%
Student Services	2,665,379	18.98%	$ 2,828,563	21.50%
Institutional Support	2,549,865	18.15%	$ 2,769,065	21.05%
Operation and Maintenance	589,044	4.19%	$ 696,784	5.30%
Scholarship and Awards	1,207,619	8.60%	$ 109,233	0.83%
Auxiliary Expense	1,666,020	11.86%	$ 1,678,114	12.76%
Depreciation Expense	908,964	6.47%	$ 891,163	6.77%
Debt Service	11,256	0.08%	$ -	0.00%
Lease Expense	62,134	0.44%	$ 60,516	0.46%
Total Expenditures	14,045,935	100.00%	13,155,343	100.00%




22-23
Interest On Debt Srvc. 0.00%
Auxiliary Enterprises 12.76%
Lease Expense 0.46%
Depreciation 6.77%
Scholarships 0.83%
Instruction 28.02%
Operation & Maint. 5.30%
Institutional Support 21.05%
Academic Support 3.31%
Student Services 21.50%


Expenses By Object Classification
8,000,000
7,000,000
6,000,000
5,000,000
4,000,000
3,000,000
2,000,000
1,000,000
0
22-23
21-22
Salaries & Benefits
Travel
Insurance
Utilities
Contractual Srvcs
Supplies
Other
Debt Service
Depreciation

Statement of Cash Flows

The Statement of Cash Flows presents detailed information about the cash activity of the institution during the fiscal year. The statement is divided into five parts:

1) Operating Activities-This section deals with operating cash flows and shows the net cash used by the operating activities of the institution.

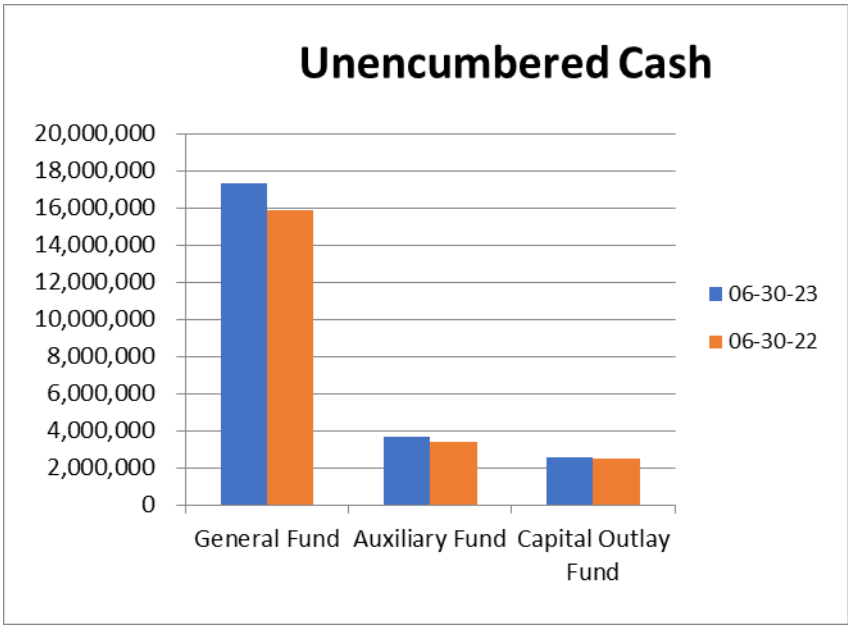
2) Noncapital Financing Activities-This section shows the cash received and spent for nonoperating, noninvesting and noncapital financing purposes.

3) Capital Financing Activities-This section deals with the cash used for the acquisition and construction of capital and related items.

4) Investing Activities-This section shows the interest received from investing activities.

5) Net Change in Cash-The final section reconciles the net cash used in relation to the operating income or loss reflected on the Statement of Revenues, Expenses and Changes in Net Position.

Comparative Cash Position



Capital Assets and Debt Administration

During the fiscal year ended June 30, 2023, the College increased cash reserves. Deferred maintenance and preventative maintenance items were completed but the costs were minimal. The College currently has no outstanding capital debt.

Economic Outlook

The College remains strong financially with adequate cash reserves. The College is working on marketing strategies and new programs to increase enrollment in the upcoming years. The assessed valuation of property in Allen County has risen and we anticipate having an additional increase in the upcoming year without a tax increment increase. The College continues to seek ways to increase new and existing revenue sources. The College remains fiscally stable through thoughtfully planned budgets that align with the College strategic plan, and continued expenditure management.

The College's management is not aware of any other currently known facts, decisions or conditions that would have a significant effect on the College's financial position.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Allen County Community College
Iola, Kansas

Report on the Financial Statements
We have audited the accompanying financial statements of Allen County Community College, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Allen County Community College's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Allen County Community College, as of June 30, 2023, and the changes in financial position, and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Allen County Community College and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material

misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 statements.
- 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 Allen County Community College'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 statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Allen County Community College'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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of funding progress on pages i-xiii and 28 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Allen County Community College's basic financial statements. The supplementary information, as listed in the table of contents as pages 29 to 40, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The supplementary information and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Allen County Community College, as of and for the year ended June 30, 2022 (not presented herein), and have issued our report thereon dated November 29, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2023 (Schedules 4 to 8 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2022, on the basis of accounting described in Note 2.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 24, 2024, on our consideration of the Allen County Community College'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 Allen County Community College'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 Allen County Community College's internal control over financial reporting and compliance.

Jarred, Gilmore & Phillips, PA

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
January 24, 2024

ALLEN COUNTY COMMUNITY COLLEGE

Iola, Kansas

Statement of Net Position

June 30, 2023

	Primary Institution	Component Unit-Endowment Association
ASSETS		
Current Assets		
Cash and Cash Equivalents	$ 25,172,911	$ 273,213
Accounts Receivable, Net	250,433	-
Promises to Give	-	7,303,610
Inventories	1,487,804	-
Investments	-	7,021,009
Total Current Assets	26,911,148	14,597,832
Noncurrent Assets		
Cash and Cash Equivalents	2,532,718	-
Accounts Receivable, Net	20,298	-
Promises to Give	-	62,500
Capital Assets, Net of Accumulated Depreciation	10,909,134	162,961
Lease Assets, Net of Accumulated Amortization	110,183	-
Total Noncurrent Assets	13,572,333	225,461
TOTAL ASSETS	40,483,481	14,823,293
DEFERRED OUTFLOWS OF RESOURCES		
Pension Related Deferred Outflows	101,678	-
LIABILITIES		
Current Liabilities		
Accounts Payable	76,116	-
Accrued Wages	285,381	-
Deferred Revenue	225,651	-
Compensated Absences, Due Within One Year	75,807	-
Deposits Held in Custody for Others	2,650,567	-
Accrued Interest, Lease Liabilities	328	-
Lease Liabilities, Due Within One Year	59,099	-
Total Current Liabilities	3,372,949	-
Noncurrent Liabilities		
Compensated Absences	81,511	-
Net OPEB Obligation	486,248	
Lease Liabilities	60,465	-
Deferred Revenue	20,298	-
TOTAL LIABILITIES	4,021,471	-
DEFERRED INFLOWS OF RESOURCES		
Pension Related Deferred Inflows	530,067	-
NET POSITION		
Invested in Capital Assets, Net of Related Debt	10,899,425	-
Restricted - Expendable	-	4,958,025
Restricted - Nonexpendable	-	7,746,451
Unrestricted	25,134,196	2,118,817
TOTAL NET POSITION	$ 36,033,621	$ 14,823,293

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY COMMUNITY COLLEGE

Iola, Kansas

Statement of Revenues, Expenses, and Changes in Net Position

For the Year Ended June 30, 2023

	Primary Institution	Component Unit-Endowment Association
REVENUES		
Operating Revenues		
Student Tuition and Fees, Net of Scholarship Discounts and Allowances of $2,009,396	$ 1,388,325	$ -
Federal Grants and Contracts	49,534	-
State Grants and Contracts	14,168	-
Sales and Services of Auxiliary Enterprises	1,965,069	-
Other Operating Revenues	149,162	6,200
Total Operating Revenues	3,566,258	6,200
EXPENSES		
Operating Expenses		
Educational and General		
Instruction	3,686,416	-
Academic Support	435,489	-
Student Services	2,828,563	3,129
Institutional Support	2,769,065	213,347
Operation and Maintenance	696,784	-
Scholarships and Awards	109,233	320,339
Lease Expense	60,516	-
Auxiliary Enterprises	1,678,114	-
Depreciation Expense	891,163	-
Total Operating Expenses	13,155,343	536,815
Operating Income (Loss)	(9,589,085)	(530,615)
Nonoperating Revenues (Expenses)		
State Appropriations	5,978,385	-
County Appropriations	3,464,085	-
Federal Pell Grants	1,564,450	-
Gifts	-	7,765,844
Investment Income	763,219	246,880
Gain (Loss) on Sale of Assets	(48,949)	-
Unrealized Gain (Loss) on Investments	-	367,235
Net Nonoperating Revenues (Expenses)	11,721,190	8,379,959
Increase (Decrease) in Net Position	2,132,105	7,849,344
Net Position - Beginning of Year	33,901,516	6,973,949
Net Position - End of Year	$ 36,033,621	$ 14,823,293

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY COMMUNITY COLLEGE

Iola, Kansas

Statement of Cash Flows

For the Year Ended June 30, 2023

	Primary Institution	Component Unit-Endowment Association
CASH FLOWS FROM OPERATING ACTIVITIES		
Student Tuition and Fees	$ 1,458,322	$ -
Federal Grants and Contracts	49,534	-
State Grants and Contracts	14,168	-
Sales and Services of Auxiliary Enterprises	1,965,069	-
Miscellaneous Income	149,162	6,200
Payments on Behalf of Employees	(6,871,266)	-
Payments for Supplies and Materials	(486,990)	-
Payments for Lease Expense	(62,639)	-
Payments for Other Expenses	(4,692,197)	(409,751)
Net cash provided by (used in) operating activities	(8,476,837)	(403,551)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
State Appropriations	5,978,385	-
County Appropriations	3,464,085	-
Federal Pell Grant	1,564,450	
Federal Direct Loans	985,785	-
Federal Direct Loans Awarded	(985,785)	-
Gifts	-	219,088
Net cash provided by (used in) noncapital financing activities	11,006,920	219,088
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES		
Payments for Purchase of Capital Assets	(1,081,811)	-
Cash Collections from Endowment Contributions	-	169,067
Net cash provided by (used in) capital financing activities	(1,081,811)	169,067
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from Sales and Maturities of Investments	-	1,734,273
Purchase of Investments	-	(1,864,109)
Interest Earned on Investments	763,219	130,880
Net cash provided by (used in) investing activities	763,219	1,044
Net Increase (Decrease) in Cash and Cash Equivalents	2,211,491	(14,352)
Cash and Cash Equivalents, Beginning of Year	25,494,138	287,565
Cash and Cash Equivalents, End of Year	$ 27,705,629	$ 273,213

The accompanying notes are an integral part of the financial statements.

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Statement of Cash Flows (Continued)
For the Year Ended June 30, 2023

	Primary Institution	Component Unit-Endowment Association
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED BY OPERATING ACTIVITIES		
Operating Income (Loss)	$ (9,589,085)	$ (530,615)
Adjustments to Reconcile Change in Net Position to Net Cash Used in Operating Activities:		
Depreciation Expense	891,163	1,485
Amortization Expense	55,713	-
Noncash Contributions	-	125,579
Deferred Outflows - Pension	(3,313)	-
Deferred Inflows - Pension	(20,843)	-
(Increase) Decrease in Receivables	(89,643)	-
(Increase) Decrease in Prepaid Expense	-	-
(Increase) Decrease in Inventory	53,862	-
Increase (Decrease) in Accounts Payable	17,462	-
Increase (Decrease) in Accrued Wages	(55,126)	-
Increase (Decrease) in Compensated Absences	(35,407)	-
Increase (Decrease) in OPEB Obligations	5,434	-
Increase (Decrease) in Lease Liabilities	(57,836)	-
Increase (Decrease) in Deferred Revenue	159,640	-
Increase (Decrease) in Deposits Held for Others	191,142	-
Net cash provided by (used in) operating activities	$ (8,476,837)	$ (403,551)
RECONCILIATION OF CASH AND CASH EQUIVALENTS TO THE STATEMENT OF Net Position		
Cash and Cash Equivalents classified as current assets	25,172,911	$ 273,213
Cash and Cash Equivalents classified as non-current assets	2,532,718	-
Total Cash and Cash Equivalents	$ 27,705,629	$ 273,213
Supplemental Information:		
Non Cash Contributions - Management and General	$ -	$ 113,365
Non Cash Contributions - Items for Annual Auction	-	12,214
Non Cash Contributions - Donation of Stock	-	98,314

The accompanying notes are an integral part of the financial statements.

1. NATURE OF ACTIVITIES

The financial statements of Allen County Community College, Iola, Kansas, have been prepared in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the College's accounting policies follow.

Reporting Entity
The financial reporting entity, as defined by Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*, consists of the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete.

Component Units
The component unit section of the financial statements includes the financial data of the discretely presented component unit, the Allen County Community College Endowment Association. The component unit is reported separately to emphasize that it is legally separate from the College. The economic resources received or held by the component unit are held almost entirely for the direct benefit of the College. The Allen County Community College Endowment Association was formed to promote and foster the educational purposes of the College, and to create a fund to be used for any program, project or enterprise undertaken in the interest of the College. The Association acts largely as a fundraising organization, soliciting, receiving, managing and disbursing contributions on behalf of the College. Most of the contributions received are designated by the donors to be used for specific purposes or by specific departments. In these instances, the Association serves essentially as a conduit. Contributions that are not designated are used where the need is considered greatest, as determined by the Association board of directors. The Association can sue and be sued, and can buy, sell, or lease real property. The Association's financial statements should be included with the College's financial statements. Separate audited financial statements are prepared and are available at the Association, and can be requested from the College's controller. The Association is considered a component unit.

The College's component unit is a private not-for-profit organization that reports under FASB standards. As such, certain revenue recognition criteria and presentation features are different from GASB revenue recognition criteria and presentation features. No modifications have been made to the component unit's financial information in the College's financial report for these differences. The component unit's financial data has, however, been aggregated into like categories for presentation purposes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting
For financial reporting purposes, the College is considered a special-purpose government engaged only in business-type activities. Accordingly, the College's financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. All significant intra-agency transactions have been eliminated.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents
For purposes of the statement of cash flows, the College considers all highly liquid investments with an original maturity date of three months or less to be cash equivalents.

Investments
The College accounts for its investments at fair value. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of investment income in the statement of revenues, expenses, and changes in Net Position.

Inventories
Inventories consist of books and supplies held for resale and rental in the bookstore and are valued at lower of cost or fair value, using the first-in, first-out method (FIFO).

Noncurrent Cash, Investments, and Noncurrent Accounts Receivable
Cash, investments, and accounts receivable that are externally restricted to make debt service payments, maintain sinking or reserve funds, or to purchase or construct capital or other noncurrent assets, are classified as noncurrent assets in the statement of Net Position.

Capital Assets
Capital assets are stated at cost at the date of acquisition, or fair value at the date of donation in the case of gifts. For equipment, the College's capitalization policy includes all items with a unit cost of $5,000 or more, and an estimated useful life of greater than one year. Renovations to building, infrastructure, and land improvements that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Depreciation is provided on straight-line method over the estimated useful lives of the respective classes of property. Estimated useful lives are as follows:

Buildings and Additions	15 to 35 Years
Machinery and Equipment	3 to 7 Years

Accounts Receivable and Deferred Revenue
Accounts receivable consist of tuition and fee charges to students and auxiliary enterprise services provided to students, faculty and staff, the majority of each residing in the State of Kansas. Accounts receivable also includes amounts due from the Federal government, state and local governments, or private sources, in connection with reimbursement of allowable expenditures made pursuant to the College's grant and contracts. Accounts receivable also include taxes in process of collection for property taxes assessed and collected for the calendar year ending December 31, 2022.

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accounts Receivable and Deferred Revenue (Continued)
Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. Property taxes levied in November 2022 are recorded as taxes receivable. Approximately 33% of these taxes are normally distributed after May 10th, and are presented as accounts receivable–taxes in process and deferred revenue to indicate that they are not appropriable. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

Noncurrent Liabilities
Noncurrent liabilities include (1) principal amounts of revenue bonds payable, notes payable, and capital lease obligations with contractual maturities greater than one year; (2) estimated amounts for accrued compensated absences and other liabilities that will not be paid within the next fiscal year; or (3) other liabilities that although payable within one year, are to be paid from funds that are classified as noncurrent assets.

Net Position
The College's Net Position are classified as follows:

Invested in Capital Assets, Net of Related Debt: This represents the College's total investment in capital assets, net of accumulated depreciation, and outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of investment in capital assets, net of related debt.

Restricted Net Position – Expendable: Restricted expendable Net Position include resources in which the College is legally or contractually obligated to spend resources in accordance with restrictions imposed by external third parties.

Restricted Net Position – Nonexpendable: Nonexpendable restricted Net Position consist of endowment and similar type funds in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income, which may either be expended or added to principal.

Unrestricted Net Position: Unrestricted Net Position represent resources derived from student tuition and fees, state appropriations and sales and services of educational departments and auxiliary enterprises. These resources are used at the discretion of the governing board to meet current expenses for any purpose. These resources also include auxiliary enterprises, which are substantially self-supporting activities that provide services for students, faculty, and staff.

When an expense is incurred that can be paid using either restricted or unrestricted resources, the College's policy is to first apply the expense towards unrestricted resources, and then towards restricted resources.

Income Taxes
The College, as a political subdivision of the State of Kansas, is excluded from Federal income taxes under Section 115(1) of the Internal Revenue Code, as amended. The Endowment Association is exempt from income taxes under Section 501(C)(3) of the Internal Revenue Code.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Classification of Revenues

The College has classified its revenues as either operating or nonoperating revenues according to the following criteria:

Operating revenues: Operating revenues include activities that have the characteristics of exchange transactions, such as (1) student tuition and fees, net of scholarship discounts and allowances, (2) sales of services of auxiliary enterprises, net of scholarship discounts and allowances, and (3) most Federal, state and local grants and contracts, and Federal appropriations.

Nonoperating revenues: Nonoperating revenues include activities that have the characteristics of nonexchange transactions, such as gifts and contributions, and other revenue sources that are defined as nonoperating revenues by GASB No. 9, *Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Government Entities that use Proprietary Fund Accounting*, and GASB No. 34, such as state appropriations and investment income.

Scholarship Discounts and Allowances

Student tuition and fee revenues, and certain other revenues from students, are reported net of scholarship discounts and allowances in the statements of revenues, expenses, and changes in Net Position. Scholarship discounts and allowances are the difference between the stated charge and the goods and services provided by the College, and the amount that is paid by students and/or third parties making payments on the students' behalf. Certain governmental grants, such as Pell grants, and other Federal, state or nongovernmental programs, are recorded as either operating or nonoperating revenues in the College's financial statements. To the extent that revenues from such programs are used to satisfy tuition and fees and other student charges, the College has recorded a scholarship discount and allowance.

Accounting Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Pension Plan

Substantially all full-time College employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer state-wide pension plan. The College's policy is the State of Kansas will fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Accounts Receivable and Allowance for Doubtful Accounts

The College regularly extends unsecured credit to various students. Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts. The College provides for losses on receivables using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of others to meet their obligations. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the College's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for current funds - unrestricted and plant funds (unless specifically exempted by statute). The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

If the College 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 College 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The College made no such amendments during the 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.

Annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenue is recognized when cash is received. Expenditures include cash disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for Current Funds - Restricted and Agency Funds.

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

3. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Supplementary Schedules 4 to 8 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. Based upon these schedules, all were in compliance with Kansas cash basis and budget laws.

4. DEPOSITS AND INVESTMENTS

Deposits and Investments - Primary Institution:
K.S.A 9-1401 establishes the depositories which may be used by the College. The statute requires banks eligible to hold the College's funds have a main branch or branch bank in the county in which the College is located and the bank 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 College has no other policies that would further limit interest rate risk.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the College's deposits may not be returned to it. State statutes require the College'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.

Deposits: At year-end, the College's carrying amount of deposits, including certificates of deposit is $27,705,129 and the bank balance was $27,647,960. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by FDIC insurance and $26,897,960 was collateralized with pledged securities held by the pledging financial institutions' agents in the College's name.

Deposits and Investments – Component Unit:
At June 30, 2023, the carrying amount of the Endowment Association's deposits were $273,213. The bank balance was held by one bank and two investment companies resulting in a concentration of credit risk. The bank balance was $439,585. Of the bank balance $195,374 was covered by FDIC insurance and $244,211 was covered SIPC insurance.

Investment Policy – Component Unit:
The Primary objective of the Endowment Association's investment policy is to provide for long-term growth of principal and income within reasonable risk on continuing and consistent basis. Emphasis shall be on maintaining growth of assets, net of inflation and fees. Over a period of time, the minimum goal for the total return of the fund should be the current rate of inflation plus 3 to 7%.

The investment objective requires a disciplined and consistent management philosophy. The objectives do not call for a philosophy which represents extreme positions or opportunistic styles. The portfolio shall be diversified with both fixed income and equity holdings. The purpose of such diversification is to provide reasonable assurance that no single security or class of securities will have a disproportionate impact of the total portfolio.

4. DEPOSITS AND INVESTMENTS (Continued)

Investments are made under the direction of the Board of Trustees. Equity investments and other investments are recorded at fair values subject to comments on Investments under the summary of accounting practices. Investments at June 30, 2023 are comprised of the following:

Investments at June 30, 2023, are comprised of the following:

	FAIR VALUE
Common Stock	$ 4,363,572
Fixed Income Securities	2,433,608
Alternative Investments	223,829
	$ 7,021,009

5. FAIR VALUE MEASUREMENTS

Component Unit:
The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1. Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Endowment Association has the ability to access.

Level 2. Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.
- If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3. Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2023.

Common Stock: Valued at the closing price reported on the New York Stock Exchange.

5. FAIR VALUE MEASUREMENTS (Continued)

Component Unit:
Fixed Income: Valued using pricing models maximizing the use of observable inputs for similar securities.

Alternative Investments: Commerce Trust Company uses "Best Effort Processing Standards" to price these hedge funds based on information obtained from outside providers.

	June 30, 2023		
	Level 1	Level 2	Total
Common Stock	$ 4,363,572	$ - -	$ 4,363,572
Fixed Income	- -	2,433,608	2,433,608
Alternative Investment	- -	223,829	223,829
Total	$ 4,363,572	$ 2,657,437	$ 7,021,009

6. ACCOUNTS RECEIVABLE, NET

Accounts receivable at June 30, 2023, consisted of the amounts due under the following grant programs:

	Primary Institution
Current:	
Taxes in Process	$ 97,338
Federal Grants	112,382
Student Accounts - current	40,713
Total Accounts Receivable - Current	$ 250,433
Noncurrent:	
Taxes in Process	$ 20,298

The College uses the allowance method to account for uncollectible accounts receivable. Accounts receivable are presented net of an allowance for uncollectible accounts of $40,439 at June 30, 2023.

7. UNCONDITIONAL PROMISES TO GIVE

Component Unit:
Unconditional promises to give at June 30, 2023 consist of the following:

Athletic Building	
Contributions Due within one year	$ 29,000
Contributions Due one to five years	52,500
Contributions Due after five years	10,000
Employee Pledges	
Contributions Due within one year	2,500
Bernard Blevins Trust	
Contributions Due within one year	7,272,110
Total Promises to Give	$ 7,366,110

The Endowment Association uses the allowance method to account for uncollectible promises to give. Promises to give are presented net of an allowance for uncollectible accounts of $7,080 at June 30, 2023.

8. INVENTORIES

Inventories consisted of the following at June 30, 2023:

Book Store Inventory	
Rental Books	$ 1,443,022
Soft Goods	22,392
Supplies/Food	13,537
Gifts	8,853
Total Inventories	$ 1,487,804

9. CAPITAL ASSETS, NET

Following are the changes in capital assets for the year ended June 30, 2023:

Primary Institution:

	Balance 06/30/2022	Additions	Retirements	Balance 06/30/2023
Nondepreciated Assets				
Land	$ 37,550	$ 300,930	$ -	$ 338,480
Other				
Buildings and Improvements	24,831,998	671,662	(117,699)	25,385,961
Equipment	3,315,045	109,219	(118,718)	3,305,546
Vehicles	499,823	-	(14,500)	485,323
Total Other Capial Assets	28,684,416	1,081,811	(250,917)	29,515,310
Accumulated Depreciation				
Buildings and Improvements	14,792,273	700,617	(68,750)	15,424,140
Equipment	2,677,900	169,280	(118,718)	2,728,462
Vehicles	446,808	21,266	(14,500)	453,574
Total Accumulated Depreciation	17,916,981	891,163	(201,968)	18,606,176
Net Capital Assets	$ 10,767,435	$ 190,648	$ (48,949)	$ 10,909,134

9. **CAPITAL ASSETS, NET** (Continued)

Component Unit:

	Balance 06/30/2022	Additions	Retirements	Balance 06/30/2023
Capital Assets Not Being Depreciated				
Land	$ 159,000	$ -	$ -	$ 159,000
Total Capital Assets Not Being Depreciated	159,000	-	-	159,000
Other Capital Assets				
Buildings and Improvements	22,280	-	-	22,280
Total Other Capial Assets	22,280	-	-	22,280
Accumulated Depreciation				
Buildings and Improvements	(16,834)	(1,485)	-	(18,319)
Total Accumulated Depreciation	(16,834)	(1,485)	-	(18,319)
Capital Asset Summary				
Net Land, Buildings, and Improvements	164,446	(1,485)	-	162,961
Total Net Capital Assets	$ 164,446	$ (1,485)	$ -	$ 162,961

10. **LEASES**

The College implemented *Governmental Accounting Standards Board (GASB) Statement No. 87, Leases. GASB Statement No. 87* enhances the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

The College has entered into a lease agreement with Blackshine, LLC to lease two apartments Unit No. 101 and 203 located at 133 White Boulevard, Iola, Kansas. The agreement is for 24 months, commencing August 1, 2017 and continuing through July 31, 2019, renewable equal to the initial term in length thereafter. The agreement calls for rental payments in the amount of $1,210 monthly. This lease was capitalized at an incremental borrowing rate of 3.46%.

The College has entered into a lease agreement with Blackshine, LLC to lease three apartments Unit No. 102, 201 and 202 located at 133 White Boulevard, Iola, Kansas. The agreement is for 24 months, commencing July 1, 2017 and continuing through June 30, 2019, renewable equal to the initial term in length thereafter. The agreement calls for rental payments in the amount of $1,815 monthly. This lease was capitalized at an incremental borrowing rate of 3.17%.

The College has entered into a lease agreement with Blackshine, LLC to lease three apartments Unit No. 103, 104 and 204 located at 133 White Boulevard, Iola, Kansas. The agreement is for 24 months, commencing June 1, 2017 and continuing through May 31, 2019, renewable equal to the initial term in length thereafter. The agreement calls for rental payments in the amount of $1,815 monthly. This lease was capitalized at an incremental borrowing rate of 3.19%.

10. LEASES (Continued)

The College has entered into a lease agreement with Unified School District No. 454, Burlingame, Kanas to lease a building for the Burlingame Campus. The agreement is for 24 months, commencing January 1, 2022 and continuing through December 31, 2023, renewable annually thereafter. The agreement calls for rental payments in the amount of $500 annually. This lease was capitalized at an incremental borrowing rate of 4.20%.

The College has entered into an operating lease for copy machines at the Iola campus The agreement is for 60 months, commencing July 13, 2018 and continuing through June 13, 2023, renewable monthly thereafter. The agreement calls for rental payments in the amount of $339 monthly. This lease was capitalized at an incremental borrowing rate of 3.86%.

Lease Expense:

Amortization expense by class of underlying asset:	
Building	$ 490
Copiers	3,573
Apartments	51,650
Total Amortization Expense	55,713
Interest on Lease Liability	4,814
Total Lease Expense	$ 60,527

Lease Assets:

	Beginning	Additions	Subtractions	Ending
Building	$ 980	$ -	$ -	$ 980
Copiers	25,013	-	-	25,013
Apartments	386,938	-	-	386,938
	412,931	-	-	412,931
Less Accumulated Amortization				
Building	(246)	(490)	-	(736)
Copiers	(14,293)	(3,573)	-	(17,866)
Apartments	(232,496)	(51,650)	-	(284,146)
	(247,035)	(55,713)	-	(302,748)
Net Lease Assets	$ 165,896	$ (55,713)	$ 0.00	$ 110,183

	Beginning	Additions	Principal	Ending
Lease Liabilities:	$ 177,233	$ -	$ (57,669)	$ 119,564

Future Maturity Analysis:

	Principal	Interest	Total Payments
2024	$ 59,099	$ 3,051	$ 62,150
2025	59,258	1,078	60,336
2026	1,207	3	1,210
Totals	$ 119,564	$ 4,132	$ 123,696

Lease Liabilities Accrued Interest:

	Beginning	Adjustment	Ending
Building	$ 495	$ (167)	$ 328

11. OTHER POST EMPLOYMENT BENEFITS

Description of Pension Plan
The College participates in a cost-sharing multiple-employer pension plan (Pension Plan), as defined in Governmental Accounting Standards Board Statement No. 67, *Financial Reporting for Pension Plans*. The Pension Plan is administered by the Kansas Public Employees Retirement System (KPERS), a body corporate and an instrumentality of the State of Kansas. KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

- Public employees, which includes:
  - State/School employees
  - Local employees
- Police and Firemen
- Judges

Substantially all public employees in Kansas are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected. Those employees participating in the Pension Plan for the College are included in the State/School employee group.

KPERS issues a stand-alone comprehensive annual financial report, which is available on the KPERS website at www.kpers.org.

Special Funding Situation
The employer contributions for the College, as defined in K.S.A. 74-4931 (2) and (3), are made by the State of Kansas on behalf of the College. Therefore, the College is considered to be in a special funding situation as defined by GASB Statement No. 68. Accordingly, the State is required to recognize its proportionate share of the net pension liability, deferred outflows of resources, deferred inflows of resources and expense for the pension plan attributable to the College. The College records revenue and pension expense in an amount equal to the expense recognized by the State on behalf of the College.

Benefits
Benefits are established by statute and may only be changed by the General Assembly. Members with ten or more years of credited service, may retire as early as age 55, with an actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever a member's combined age and years of service equal 85.

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, members may withdraw their contributions from their individual accounts, including interest. Members who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

Members choose one of seven payment options for their monthly retirement benefits. At retirement a member may receive a lump-sum payment of up to 50% of the actuarial present value of the member's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc post-retirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas. For all pension coverage groups, the retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74-4922.

11. OTHER POST EMPLOYMENT BENEFITS (Continued)

Contributions
Member contributions are established by state law, and are paid by the employee according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates are determined based on the results of an annual actuarial valuation. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A. 74-4921. All of the retirement systems are funded on an actuarial reserve basis.

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll.

The actuarially determined employer contribution rates and the statutory contribution rates for school employees are 15.59% and 14.23%, respectively. 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.

Employer and Nonemployer Allocations
Although KPERS administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense are determined separately for each of the following groups of the plan:

- State/School
- Local
- Police and Firemen
- Judges

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer.

The individual employer allocation percentages for the pension amounts were based on the ratio of the employer and nonemployer contributions for the individual employer in relation to the total of all employer and nonemployer contributions of the group.

At June 30, 2022, the proportion recognized by the State of Kansas on behalf of the College was .093854%, which was an decrease of .00938% from the proportion measured at June 30, 2021.

11. OTHER POST EMPLOYMENT BENEFITS (Continued)

Net Pension Liability
At June 30, 2022 and 2021, the proportionate share of the net pension liability recognized by the State of Kansas that was attributable to the College was $6,706,251 and $5,816,213, respectively.

Actuarial Assumptions
The total pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022, using the following actuarial assumptions:

Price inflation	2.75%
Salary increases, including wage increases	3.50 to 12.00%, including inflation
Long-term rate of return, net of investment expense, and including price inflation	7.00%

Mortality rates were based on the RP-2014 Mortality Tables, with age setback and age set forwards as well as other adjustments based on different membership groups. Future mortality improvements are anticipated using Scale MP-2016.

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of an actuarial experience study conducted for the period of January 1, 2016 through December 31, 2018. The experience study is dated January 7, 2020.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study dated, January 7, 2020, as provided by KPERS' investment consultant, are summarized in the following table:

Asset Class	Long-Term Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities	23.50%	5.20%
Non-U.S. Equities	23.50	6.40
Private Equity	8.00	9.50
Private Real Estate	11.00	4.45
Yield Driven	8.00	4.70
Real Return	11.00	3.25
Fixed Income	11.00	1.55
Short Term Investments	4.00	0.25
Total	100.00%	

Discount Rate: The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from school districts will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

11. OTHER POST EMPLOYMENT BENEFITS (Continued)

Revenue and Pension Expense Recorded by the College: For the year ended June 30, 2023, the College recognized revenue and pension expense in an equal amount of $675,112.

Early Retirement Benefits: The College has adopted a policy providing early retirement benefit options. The policy allows professional employees with 20 years of full-time service to the College the option to retire early. Benefits which are provided are computed as a percentage of final salary paid annually; final salary is the average of the highest three years in the five years preceding date of retirement. The amount paid is based on age at retirement as follows:

1. For employees that retire prior to 61 years of age = 20% of final salary not to exceed $6,500 a year for five years.
2. For employees that retire at 61 years of age = 17% of final salary not to exceed $6,000 a year for four years.
3. For employees that retire at 62 years of age = 15% of final salary not to exceed $5,200 a year for three years.
4. For employees that retire at 63 years of age = 13% of final salary not to exceed $4,500 a year for two years.
5. For employees that retire at 64 years of age = 10% of final salary not to exceed $3,500 a year for one year.

The College has reserved the option of renewing or not renewing the early retirement option on an annual basis. The College funds these benefits on a pay-as-you-go basis. The Plan does not issue a separate, publicly available report.

Funded Status and Funding Progress: Since the year of implementation, the Plan was not funded, therefore, there is no funded status of the Plan. The Plan is funded as obligations occur.

The following is a schedule of benefits paid and payable for eligible employees which have taken early retirement as of June 30, 2023:

Paid or Payable	Year Ended June 30th	Amount
Paid	2023	$ 6,500
Payable	2024	6,500
Payable	2025	23,400
Payable	2026	23,400
Payable	2027	21,450
Payable	2028	13,000

For the year ended June 30, 2023, the College has estimated a net unfunded obligation for future OPEB's of $297,700 for employees not already taking early retirement as of June 30, 2023.

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

11. OTHER POST EMPLOYMENT BENEFITS (Continued)

Early Retiree Health Insurance: Plan Description: The College sponsors Medical and Dental insurance to qualifying retirees and their dependents. Coverage is provided through fully-insured contracts that collectively operate as a single-employer defined benefit plan. Qualifying retirees are those employees who are eligible for immediate retirement benefits under the Kansas Public Employees Retirement System and retire prior to age 65. Retirees and spouses may continue coverage with the College until their Medicare eligibility (i.e. age 65). Participants are required to contribute 100% of group insurance premiums to maintain coverage. Age-adjusted costs may exceed group insurance premiums thus creating an age-subsidy or benefit that forms the basis for the valuation. The plan is identifiable as a single-employer plan. There are 103 total active employees and 3 retirees who are participating in the plan as of October 1, 2021, the census date used for the actuarial valuation.

Funding policy: Costs under the College's group insurance program are paid from general operating assets on a pay-as-you-go basis. This arrangement does not qualify as an "OPEB Plan" under GASB requirements and thus these assets may not be reported as an offset to GASB liabilities. The Board has the authority for establishing and amending the funding policy.

Total OPEB Liability: The College's total OPEB liability of $486,248 was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs: The total OPEB liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	October 1, 2021
Measurement Date (End of Year)	June 30, 2023
Reporting Date	June 30, 2023
Discount Rate	3.9% (Measurement Date) 4.0% (Year Preceding Measurement Date)
Salary Scale	3.0%
Actuarial Cost Method	Entry Age – Level Percent-of-Pay
Healthcare Cost Trend Rates	Starting at 7.5% in year three and then decreasing by 0.50% per year until year six and decreasing by 0.25% per year until reaching an ultimate trend rate of 4.50%

The average of the S&P Municipal Bond 20 Year High Grade and Fidelity GO AA-20 Year published yields was evaluated to determine the discount rate. The selected average rates are 2.0% and 3.9% as of the beginning and end of year measurement dates, respectively. These were used as the discount rates to determine present value costs.

The assumed mortality was the Society of Actuaries Pub-2010 Public Retirement Plans Headcount-Weighted General Mortality Tables using Scale MP-2021 Full Generational Improvement.

Annual OPEB cost and net OPEB obligation:

Net OPEB Liability	
I. Total OPEB Liability	$ 486,248
II. Plan Fiduciary Net Position (Trust Assets)	0
III. Net OPEB Liability at June 30, 2023 (I minus II)	486,248

11. OTHER POST EMPLOYMENT BENEFITS (Continued)

OPEB Liability Changes	
Total OPEB Liability – Beginning of Year	$ 480,814
1. Service Cost	28,300
2. Interest Cost	19,504
3. Changes in Benefit Terms	0
4. Differences between actual and expected experience	(43,374)
5. Changes in assumptions and inputs	19,004
6. Employer Contributions (Benefit Payments)	18,000
Net Changes (1 + 2 + 3 + 4 + 5 – 6)	5,434
Total OPEB Liability – End of Year	486,248
OPEB Expense – Fiscal Year 2022-23	
1. Service Cost	28,300
2. Interest on Total OPEB Liability	19,504
3. Changes in benefit terms	0
4. Differences between expected and actual experience	(29,184)
5. Changes of assumptions and inputs	(19,342)
6. Projected earnings on OPEB plan investments	0
7. Differences between projected & actual earnings on OPEB investments	0
OPEB Expense (1 + 2 + 3 + 4 + 5 - 6+7)	(722)

OPEB Liability as a percentage of payroll	
Total OPEB Liability	486,248
Payroll	*4,690,975
Percent of Payroll	10.4%

* Annualized pay as of October 1, 2021 of active employees

Sensitivity of Total OPEB Liability to changes in the Discount Rate

	1% Decrease 3.0%	Current Single Discount Rate Assumption 4.0%	1% Increase 5.0%
Net OPEB Liability	525,893	486,248	449,843
Increase/(Decrease) from Baseline	39,645		(36,405)

Sensitivity of Total OPEB Liability to changes in Healthcare Cost Trend Rate

	1% Decrease	Current Trend Assumption	1% Increase
Net OPEB Liability	428,174	486,248	556,087
Increase/(Decrease) from Baseline	(58,074)		69,839

Deferred Outflows and Inflows of Resources: The accumulated amount of Deferred Outflows and Inflows of Resources as of June 30, 2023 are shown below.

Category	Deferred Outflows of Resources	Deferred Inflow of Resources
Changes in Assumptions	31,863	184,279
Differences between expected and actual experience	69,815	345,788
Contributions Subsequent to Measurement Date (1)	0	0

(1) Expected Employer Contributions between Measurement date and Reporting date – Does not apply.

11. OTHER POST EMPLOYMENT BENEFITS (Continued)

Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized as an expense / (income) item in OPEB expense as follows:

Fiscal Year Ending	Amount
2024	$ (48,526)
2025	(48,526)
2026	(48,526)
2027	(48,526)
2028	(48,526)
2029 & Thereafter	(185,759)

Average Expected Remaining Service Life: 8.83 years

Changes in Benefit Terms: None.

12. CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the College expects such amounts, if any, to be immaterial.

13. COMPENSATED ABSENCES

A total of up to 10 to 15 days of vacation per year can be accumulated by administrators and support staff up to a maximum of 30 days. At June 30, 2023, the maximum potential liability for unused vacation had been determined to be $157,318. Each year a total of twelve days of sick leave can be accumulated by each employee up to a maximum of 90 days. Unused sick leave is lost upon termination of employment, except at retirement the employee will receive $10 for each unused sick leave day.

The College accrues a liability for compensated absences which meet the following criteria:

1. The College's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria, the College has accrued a liability for vacation and not accrued a liability for sick leave earned, but not taken, by College employees, in accordance with guidance provided, as the amounts cannot be reasonably estimated at this time.

14. RESTRICTED NET POSITION - EXPENDABLE

Component Unit:
Net Position – Expendable includes principal totaling $500,000 from the U.S. Department of Education in connection with Federal grants. The principal and one-half of the earned interest cannot be expended until twenty years after receipt of the grant money. Local matching funds of $250,000 were also obtained in connection with the Federal grants. One-half of the interest can be used from matching funds to pay scholarships. Temporarily restricted grants, matching and growth at June 30, 2023, was $4,958,025.

15. RESTRICTED NET POSITION - NONEXPENDABLE

Component Unit:
Changes in endowments as of June 30, 2023 are as follows:

	Nonexpendable
Restricted Net Position, Beginning of Year	$ 3,941,329
Contributions	3,805,122
Restricted Net Position, End of Year	$ 7,746,451

All endowment funds are considered to be permanently restricted. Therefore the spending policy does not allow for distribution of these funds. Investment income from these funds is considered to be unrestricted unless otherwise designated.

16. CONCENTRATION OF RISK

Component Unit:
62.2% of the Endowment Association's monies at June 30, 2023, are invested in equities in the stock market. The effect in the future on the Endowment Association's equity portfolio is unknown and is subject to market economic conditions.

17. RISK MANAGEMENT

The College is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employee; employees' health and life; and natural disasters. The College manages these risks of loss through the purchase of various insurance policies.

The College has established an Athletic Insurance Fund. The purpose is to provide for an athletic injury plan for students of Allen County Community College. Contributions from the College are deposited in the name of the plan, subject to withdrawal for purposes of paying approved claims and expenses. The College has contracted with Bob McCloskey Agency, Inc. to be the claims administrator. The administrator reviews all claims for allowability and issues monthly reports to the College. The College has a stop-gap policy which pays any aggregate claims over $25,000.

18. RELATED PARTY TRANSACTIONS

The Allen County Community College Endowment Association was formed to promote and foster the educational purposes of the College, and to create a fund to be used for any program, project, or enterprise undertaken in the interest of the College. The Endowment Association acts largely as a fund raising organization, soliciting, receiving, managing and disbursing contributions on behalf of the College. Most of the contributions received are designated by the donors to be used for specific purposes or by specific departments. In these instances, the Endowment Association serves essentially as a conduit. Contributions that are not designated are used where the need is considered greatest, as determined by the Endowment Association's board of directors. The Endowment Association disbursed to, or on behalf of, the College for the year ended June 30, 2023, was $374,040. The College disbursed on behalf of the Endowment Association donated services and facilities for the year ended June 30, 2023, was $113,365.

19. INTERFUND TRANSFERS

Operating transfers were as follows:

From Fund:	To Fund:	Amount
General Fund	Federal Work Study Fund	$ 4,512
General Fund	Supplemental Education Opportunity Grant Fund	11,147
General Fund	Postsecondary Technical Education Fund	408,793

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenue collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

20. SUBSEQUENT EVENTS

The College evaluated events and transactions occurring subsequent to June 30, 2023, there were no subsequent events requiring recognition in the financial statements. Additionally, there were no nonrecognized subsequent events requiring disclosure.

ALLEN COUNTY COMMUNITY COLLEGE
IOLA, KANSAS

REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2023

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Funding Progress
For the Year Ended June 30, 2023*

** This schedule is to be built prospectively until it contains ten years of data*

	06/30/2018	06/30/2019	06/30/2020	06/30/2021	06/30/2022	06/30/2023
OPEB Liability Changes						
Total OPEB Liabilty - Beginning of Year	$ 888,033	$ 775,650	$ 965,815	$ 743,647	$ 557,738	$ 480,814
1. Service Cost	69,302	61,086	75,105	58,859	40,783	28,300
2. Interest Cost	31,529	26,837	30,793	20,618	11,860	19,504
3. Changes in Benefit Terms	(23,649)	-	(81,662)	0	0	0
4. Difference between actual and expected experience	(135,655)	127,995	(35,190)	(207,913)	(72,092)	(43,374)
5. Changes in assumptions and inputs	6,090	21,247	(182,214)	(38,473)	(46,475)	19,004
6. Employer Contributions (Benefit Payments)	60,000	47,000	29,000	19,000	11,000	18,000
Net Changes (1+2+3+4+5-6)	(112,383)	190,165	(222,168)	(185,909)	(76,924)	5,434
Total OPEB Liabilty - End of Year	$ 775,650	$ 965,815	$ 743,647	$ 557,738	$ 480,814	$ 486,248
OPEB Liabilty as a percentage of payroll						
Total OPEB Liabilty	$ 775,650	$ 965,815	$ 743,647	$ 557,738	$ 480,814	$ 486,248
Payroll	4,575,191 *	4,575,191 ^	4,622,422 ^	4,622,422 +	4,690,975 +	4,690,975
Percent of Payroll	17.0%	21.1%	16.1%	12.1%	10.2%	10.4%

*Annualized pay as of July 1, 2017 of active employees included in the valuation
^Annualized pay as of July 1, 2019 of active employees
+Annualized pay as of October 1, 2021 of active employees

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION:

Funding policy: Costs under the College's group insurance program are paid from general operating assets on a pay-as-you-go basis, not assets are accumulated to pay related benefits

Changes in Assumptions: Changes in assumptions or other inputs reflect a change in the discount rate from 3.9% (beginning-of-year measurement) to 4.0% (end-of-year measurement)

ALLEN COUNTY COMMUNITY COLLEGE
IOLA, KANSAS

SUPPLEMENTARY INFORMATION

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Combining Schedule of Net Position - Primary Institution
June 30, 2023

	GENERAL	POSTSECONDARY TECHNICAL EDUCATION	ADULT SUPPLEMENTAL EDUCATION	AUXILIARY ENTERPRISE	FEDERAL WORK STUDY	SUPPLEMENTAL EDUCATIONAL OPPORTUNITY GRANT	PELL GRANT	DIRECT LOAN PROGRAM
ASSETS								
Current Assets								
Cash and Cash Equivalents	$ 17,951,916	$ 1,037,000	$ 6,501	$ 3,663,789	$ (2,519)	$ (9,668)	$ (97,807)	$ (1,200)
Receivables								
Taxes in Process	97,338	-	-	-	-	-	-	-
Federal	-	-	-	-	3,421	9,954	97,807	1,200
Other	40,713	-	-	-	-	-	-	-
Inventories	-	-	-	1,487,804	-	-	-	-
Total Current Assets	18,089,967	1,037,000	6,501	5,151,593	902	286	-	-
Noncurrent Assets								
Cash and Cash Equivalents	-	-	-	-	-	-	-	-
Receivables								
Taxes in Process	-	-	-	-	-	-	-	-
Capital Assets	-	-	-	-	-	-	-	-
Accumulated Depreciation	-	-	-	-	-	-	-	-
Lease Assets	-	-	-	-	-	-	-	-
Accumulated Amortization	-	-	-	-	-	-	-	-
Total Noncurrent Assets	-	-	-	-	-	-	-	-
TOTAL ASSETS	18,089,967	1,037,000	6,501	5,151,593	902	286	-	-
DEFERRED OUTFLOWS OF RESOURCES								
Pension Related Deferred Outflows	101,678	-	-	-	-	-	-	-
LIABILITIES								
Current Liabilities								
Accounts Payable	43,883	31,045	-	-	902	286	-	-
Accrued Wages	285,381	-	-	-	-	-	-	-
Deferred Revenue	225,651	-	-	-	-	-	-	-
Compensated Absences, Due Within One Year	71,809	-	-	3,998	-	-	-	-
Deposits Held in Custody for Others	-	-	-	25,668	-	-	-	-
Accrued Interest, Lease Liabilities	-	-	-	-	-	-	-	-
Lease Liabilities, Due Within One Year	-	-	-	-	-	-	-	-
Total Current Liabilities	626,724	31,045	-	29,666	902	286	-	-
Noncurrent Liabilities								
Compensated Absences	76,557	-	-	4,954	-	-	-	-
Net OPEB Obligation	486,248	-	-	-	-	-	-	-
Lease Liabilities	-	-	-	-	-	-	-	-
Deferred Revenue	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	1,189,529	31,045	-	34,620	902	286	-	-
DEFERRED INFLOWS OF RESOURCES								
Pension Related Deferred Inflows	530,067	-	-	-	-	-	-	-
NET POSITION								
Invested in Capital Assets, Net of Related Debt	-	-	-	-	-	-	-	-
Unrestricted	16,472,049	1,005,955	6,501	5,116,973	-	-	-	-
TOTAL NET POSITION	$ 16,472,049	$ 1,005,955	$ 6,501	$ 5,116,973	$ -	$ -	$ -	$ -

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Combining Schedule of Net Position - Primary Institution
June 30, 2023

	STATE GRANTS	CAPITAL OUTLAY	INVESTMENT IN PLANT	AGENCY FUNDS	TOTALS - PRIMARY INSTITUTION
ASSETS					
Current Assets					
Cash and Cash Equivalents	$ -	$ -	$ -	$ 2,624,899	$ 25,172,911
Receivables					
Taxes in Process	-	-	-	-	97,338
Federal	-	-	-	-	112,382
Other	-	-	-	-	40,713
Inventories	-	-	-	-	1,487,804
Total Current Assets	-	-	-	2,624,899	26,911,148
Noncurrent Assets					
Cash and Cash Equivalents	-	2,532,718	-	-	2,532,718
Receivables					
Taxes in Process	-	20,298	-	-	20,298
Capital Assets	-	-	29,515,311	-	29,515,311
Accumulated Depreciation	-	-	(18,606,177)	-	(18,606,177)
Lease Assets	-	-	412,931	-	412,931
Accumulated Amortization	-	-	(302,748)	-	(302,748)
Total Noncurrent Assets	-	2,553,016	11,019,317	-	13,572,333
TOTAL ASSETS	-	2,553,016	11,019,317	2,624,899	40,483,481
DEFERRED OUTFLOWS OF RESOURCES					
Pension Related Deferred Outflows	-	-	-	-	101,678
LIABILITIES					
Current Liabilities					
Accounts Payable	-	-	-	-	76,116
Accrued Wages	-	-	-	-	285,381
Deferred Revenue	-	-	-	-	225,651
Compensated Absences, Due Within One Year	-	-	-	-	75,807
Deposits Held in Custody for Others	-	-	-	2,624,899	2,650,567
Accrued Interest, Lease Liabilities	-	-	328	-	328
Lease Liabilities, Due Within One Year	-	-	59,099	-	59,099
Total Current Liabilities	-	-	59,427	2,624,899	3,372,949
Noncurrent Liabilities					
Compensated Absences	-	-	-	-	81,511
Net OPEB Obligation	-	-	-	-	486,248
Lease Liabilities	-	-	60,465	-	60,465
Deferred Revenue	-	20,298	-	-	20,298
TOTAL LIABILITIES	-	20,298	119,892	2,624,899	4,021,471
DEFERRED INFLOWS OF RESOURCES					
Pension Related Deferred Inflows	-	-	-	-	530,067
NET POSITION					
Invested in Capital Assets, Net of Related Debt	-	-	10,899,425	-	10,899,425
Unrestricted	-	2,532,718	-	-	25,134,196
TOTAL NET POSITION	$ -	$ 2,532,718	$ 10,899,425	$ -	$ 36,033,621

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Combining Schedule of Revenues, Expenses, and Changes in Net Position - Primary Institution
For the Year Ended June 30, 2023

	GENERAL	POSTSECONDARY TECHNICAL EDUCATION	ADULT SUPPLEMENTAL EDUCATION	AUXILIARY ENTERPRISE	FEDERAL WORK STUDY	SUPPLEMENTAL EDUCATION OPPORTUNITY GRANT	PELL GRANT	DIRECT LOAN PROGRAM
REVENUES								
Operating Revenues								
Student Tuition and Fees	$ 2,773,856	$ 623,865	$ -	$ -	$ -	$ -	$ -	$ -
Federal Grants and Contracts	4,843	-	-	-	13,535	31,156	-	985,785
State Grants and Contracts	-	-	-	-	-	-	-	-
Sales and Services of Auxiliary Enterprises	-	-	-	1,965,069	-	-	-	-
Other Revenues	90,140	220	-	58,802	-	-	-	-
Total Operating Revenues	2,868,839	624,085	-	2,023,871	13,535	31,156	-	985,785
EXPENSES								
Operating Expenses								
Educational and General								
Instruction	2,543,852	1,142,564	-	-	-	-	-	-
Academic Support	359,138	76,351	-	-	-	-	-	-
Student Services	2,599,036	238,027	-	-	-	-	-	-
Institutional Support	2,448,168	366,830	-	-	-	-	-	-
Operation and Maintenance	872,538	182,971	-	-	-	-	-	-
Scholarships and Awards	128,749	365,080	-	-	18,047	42,303	1,564,450	985,785
Lease Expense	4,559	-	-	58,080	-	-	-	-
Auxiliary Enterprises	-	-	-	1,790,214	-	-	-	-
Depreciation Expense	-	-	-	-	-	-	-	-
Total Operating Expenses	8,956,040	2,371,823	-	1,848,294	18,047	42,303	1,564,450	985,785
Operating Income (Loss)	(6,087,201)	(1,747,738)	-	175,577	(4,512)	(11,147)	(1,564,450)	-
Nonoperating Revenues (Expenses)								
State Appropriations	4,631,744	1,346,641	-	-	-	-	-	-
County Appropriations	2,866,408	-	-	-	-	-	-	-
Federal Pell Grant	-	-	-	-	-	-	1,564,450	-
Interest Income	763,219	-	-	-	-	-	-	-
Gain (loss) on Sale of Assets	-	-	-	-	-	-	-	-
Operating Transfers	(424,452)	408,793	-	-	4,512	11,147	-	-
Net Nonoperating Revenues (Expenses)	7,836,919	1,755,434	-	-	4,512	11,147	1,564,450	-
Increase (Decrease) in Net Position	1,749,718	7,696	-	175,577	-	-	-	-
Net Position - Beginning of Year	14,722,331	998,259	6,501	4,941,396	-	-	-	-
Net Position - End of Year	$ 16,472,049	$ 1,005,955	$ 6,501	$ 5,116,973	$ -	$ -	$ -	$ -

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Combining Schedule of Revenues, Expenses, and Changes in Net Position - Primary Institution
For the Year Ended June 30, 2023

	STATE GRANTS	CAPITAL OUTLAY	INVESTMENT IN PLANT	SUB-TOTAL PRIMARY INSTITUTION	ELIMINATING INTER-COMPANY SCHOLARSHIPS	TOTALS - PRIMARY INSTITUTION
REVENUES						
Operating Revenues						
Student Tuition and Fees	$ -	$ -	$ -	$ 3,397,721	$ (2,009,396)	$ 1,388,325
Federal Grants and Contracts	-	-	-	1,035,319	(985,785)	49,534
State Grants and Contracts	14,168	-	-	14,168	-	14,168
Sales and Services of Auxiliary Enterprises	-	-	-	1,965,069	-	1,965,069
Other Revenues	-	-	-	149,162	-	149,162
Total Operating Revenues	14,168	-	-	6,561,439	(2,995,181)	3,566,258
EXPENSES						
Operating Expenses						
Educational and General						
Instruction	-	-	-	3,686,416	-	3,686,416
Academic Support	-	-	-	435,489	-	435,489
Student Services	-	-	(8,500)	2,828,563	-	2,828,563
Institutional Support	-	-	(45,933)	2,769,065	-	2,769,065
Operation and Maintenance	14,168	542,385	(915,278)	696,784	-	696,784
Scholarships and Awards	-	-	-	3,104,414	(2,995,181)	109,233
Lease Expense	-	-	(2,123)	60,516	-	60,516
Auxiliary Enterprises	-	-	(112,100)	1,678,114	-	1,678,114
Depreciation Expense	-	-	891,163	891,163	-	891,163
Total Operating Expenses	14,168	542,385	(192,771)	16,150,524	(2,995,181)	13,155,343
Operating Income (Loss)	-	(542,385)	192,771	(9,589,085)	-	(9,589,085)
Nonoperating Revenues (Expenses)						
State Appropriations	-	-	-	5,978,385	-	5,978,385
County Appropriations	-	597,677	-	3,464,085	-	3,464,085
Federal Pell Grant	-	-	-	1,564,450	-	1,564,450
Interest Income	-	-	-	763,219	-	763,219
Gain (loss) on Sale of Assets	-	-	(48,949)	(48,949)	-	(48,949)
Operating Transfers	-	-	-	-	-	-
Net Nonoperating Revenues (Expenses)	-	597,677	(48,949)	11,721,190	-	11,721,190
Increase (Decrease) in Net Position	-	55,292	143,822	2,132,105	-	2,132,105
Net Position - Beginning of Year	-	2,477,426	10,755,603	33,901,516	-	33,901,516
Net Position - End of Year	$ -	$ 2,532,718	$ 10,899,425	$ 36,033,621	$ -	$ 36,033,621

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas

Schedule of Revenues, Expenditures, and
Changes in Unencumbered Cash – Budget and Actual

For the Year Ended June 30, 2023

Schedules 4 to 8 are prepared in accordance with Kansas cash basis and budget laws (Budget Basis), which differs from generally accepted accounting principles (GAAP Basis). Cash receipts are recognized when the cash balance of a fund in increased. For an interfund transaction, a cash receipt is recorded in the fund receiving the cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund in which the cash is transferred. Expenditures include cash disbursements, transfers, accounts payable and encumbrances – that is, commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual
Current Funds - Unrestricted
General Fund (Budget Basis)
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year				
	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Original and Final Budget	Variance Over (Under)
REVENUES						
Student Tuition and Fees						
In State	$ 1,562,371	$ 1,384,459	$ 52,134	$ 1,436,593	$ 2,598,000	$ (1,161,407)
Out-of-State and Foreign	585,203	553,092	-	553,092	-	553,092
Course Fees	913,304	822,441	-	822,441	937,400	(114,959)
Other Student Fees	14,582	13,864	-	13,864	-	13,864
Total Student Tuition and Fees	3,075,460	2,773,856	52,134	2,825,990	3,535,400	(709,410)
Federal						
Grant	4,563	4,843	(1,188)	3,655	-	3,655
State						
Operating Grant	3,557,200	3,956,632	-	3,956,632	3,956,632	-
Other Appropriations	34,374	675,112	(675,112)	-	-	-
Total State	3,591,574	4,631,744	(675,112)	3,956,632	3,956,632	-
Local						
Ad Valorem Tax	2,428,121	2,587,316	-	2,587,316	2,700,899	(113,583)
Motor Vehicle Tax	236,351	240,406	-	240,406	275,730	(35,324)
Recreational Vehicle Tax	3,981	3,936	-	3,936	4,587	(651)
Delinquent Tax	31,164	32,098	-	32,098	63,077	(30,979)
In Lieu of Taxes	1,885	2,652	-	2,652	-	2,652
Total Local	2,701,502	2,866,408	-	2,866,408	3,044,293	(177,885)
Other Revenue						
Interest	41,463	763,219	-	763,219	45,000	718,219
Miscellaneous	38,620	68,691	(14,000)	54,691	92,800	(38,109)
Sale of Capital Assets	-	-	-	-	-	-
Bad Debt Collections	20,356	21,449	-	21,449	-	21,449
Total Other	100,439	853,359	(14,000)	839,359	137,800	701,559
TOTAL REVENUES	9,473,538	11,130,210	(638,166)	10,492,044	10,674,125	(182,081)

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual
Current Funds - Unrestricted
General Fund (Budget Basis)
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year				
	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Original and Final Budget	Variance Over (Under)
EXPENDITURES						
Instruction	$ 2,632,342	$ 2,543,852	$ 32,433	$ 2,576,285	$ 3,742,524	$ (1,166,239)
Academic Support	484,895	359,138	6,003	365,141	681,183	(316,042)
Student Services	2,497,541	2,599,036	7,492	2,606,528	3,483,081	(876,553)
Institutional Support	1,625,331	2,448,168	(693,857)	1,754,311	2,875,337	(1,121,026)
Operation and Maintenance	569,866	872,538	2,491	875,029	1,338,265	(463,236)
Scholarships and Awards	124,212	128,749	-	128,749	212,205	(83,456)
Lease Expenditure	4,569	4,559	-	4,559	-	4,559
TOTAL EXPENDITURES	7,938,756	8,956,040	(645,438)	8,310,602	12,332,595	(4,021,993)
OTHER ADDITIONS (DEDUCTIONS)						
Operating Transfers from (to)						
Federal Work Study Fund	(6,742)	(4,512)	-	(4,512)	(20,048)	(15,536)
Supplemental Education Opportunity Grant Fund	(10,557)	(11,147)	-	(11,147)	-	11,147
Postsecondary Techincal Education Fund	-	(408,793)	-	(408,793)	-	408,793
Excess of Revenues Over (Under) Expenditures and Other Additions (Deductions)	1,517,483	1,749,718	7,272	1,756,990	(1,678,518)	3,435,508
Unencumbered Cash Beginning of Year	14,348,179	14,722,331	1,143,331	15,865,662	15,982,148	(116,486)
End of Year	$ 15,865,662	$ 16,472,049	$ 1,150,603	$ 17,622,652	$ 14,303,630	$ 3,319,022

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual
Current Funds - Unrestricted
Postsecondary Technical Education Fund (Budget Basis)
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year				
	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Original and Final Budget	Variance Over (Under)
REVENUES						
Student Tuition and Fees						
In State	$ 1,158,788	$ 623,865	$ -	$ 623,865	$ 298,778	$ 325,087
Total Student Tuition and Fees	1,158,788	623,865	-	623,865	298,778	325,087
State						
Operating Grant	1,327,658	1,327,658	-	1,327,658	1,327,658	-
Other State Income	13,259	18,983	-	18,983	865,000	(846,017)
Total State	1,340,917	1,346,641	-	1,346,641	2,192,658	(846,017)
Other Revenue						
Miscellaneous	5,694	220	-	220	-	220
TOTAL REVENUES	2,505,399	1,970,726	-	1,970,726	2,491,436	(520,710)
EXPENDITURES						
Instruction	1,204,059	1,142,564	7,696	1,150,260	1,290,034	(139,774)
Academic Support	74,425	76,351	-	76,351	92,012	(15,661)
Student Services	172,965	238,027	-	238,027	240,188	(2,161)
Institutional Support	253,829	366,830	-	366,830	388,390	(21,560)
Operation and Maintenance	89,001	182,971	-	182,971	180,768	2,203
Scholarships and Awards	266,456	365,080	-	365,080	364,664	416
TOTAL EXPENDITURES	2,060,735	2,371,823	7,696	2,379,519	2,556,056	(176,537)
OTHER ADDITIONS (DEDUCTIONS)						
Operating Transfers from (to)						
General Fund	-	408,793	-	408,793	-	(408,793)
Excess of Revenues Over (Under) Expenditures and Other Additions (Deductions)	444,664	7,696	(7,696)	-	(64,620)	(752,966)
Unencumbered Cash						
Beginning of Year	561,291	998,259	7,696	1,005,955	1,153,788	(147,833)
End of Year	$ 1,005,955	$ 1,005,955	$ -	$ 1,005,955	$ 1,089,168	$ (900,799)

Schedule 6

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual
Current Funds - Unrestricted
Adult Supplemental Education Fund (Budget Basis)
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year				
	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Original and Final Budget	Variance Over (Under)
REVENUES						
Student Tuition and Fees						
Local Fees	$ -	$ -	$ -	$ -	$ -	$ -
TOTAL REVENUES	-	-	-	-	-	-
EXPENDITURES						
Instruction	-	-	-	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	-	-	-	-
Unencumbered Cash Beginning of Year	6,501	6,501	-	6,501	-	6,501
End of Year	$ 6,501	$ 6,501	$ -	$ 6,501	$ -	$ 6,501

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual
Current Funds - Unrestricted
Auxiliary Enterprise Fund (Budget Basis)
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year				
	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Original and Final Budget	Variance Over (Under)
REVENUES						
Sales and Services of Auxiliary Enterprises						
Bookstore	$ 74,896	$ 86,298	$ -	$ 86,298	$ -	$ 86,298
Room and Board	1,568,279	1,346,245	-	1,346,245	1,673,600	(327,355)
Book Rentals	560,650	532,526	-	532,526	610,000	(77,474)
Total Sales and Services of Auxiliary Enterprises	2,203,825	1,965,069	-	1,965,069	2,283,600	(318,531)
Other Revenue						
Miscellaneous	43,285	58,802	-	58,802	31,000	27,802
TOTAL REVENUES	2,247,110	2,023,871	-	2,023,871	2,314,600	(290,729)
EXPENDITURES						
Auxiliary Enterprise						
Bookstore						
General Operating	361,598	480,534	(49,468)	431,066	-	431,066
Dormitory and Student Union						
Salaries	245,591	243,869	(1,635)	242,234	376,336	(134,102)
General Operating	941,970	938,053	-	938,053	2,087,410	(1,149,357)
Capital Outlay	39,434	127,758	-	127,758	33,000	94,758
Debt Service	626,256	-	-	-	-	-
Lease Expenditure	58,080	58,080	-	58,080	-	58,080
TOTAL EXPENDITURES	2,272,929	1,848,294	(51,103)	1,797,191	2,496,746	(699,555)
Excess of Revenues Over (Under) Expenditures	(25,819)	175,577	51,103	226,680	(182,146)	(408,826)
Unencumbered Cash						
Beginning of Year	3,437,260	4,941,396	(1,529,955)	3,411,441	3,416,439	4,998
End of Year	$ 3,411,441	$ 5,116,973	$ (1,478,852)	$ 3,638,121	$ 3,234,293	$ (403,828)

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Revenues, Expenditures, and Changes
in Unencumbered Cash - Budget and Actual
Plant Funds
Unexpended (Capital Outlay) Fund (Budget Basis)
For the Year Ended June 30, 2023
(With Comparative Actual Amounts for the Year Ended June 30, 2022)

		Current Year				
	Prior Year Budget Basis	Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Original and Final Budget	Variance Over (Under)
REVENUES						
Local						
Ad Valorem Tax	$ 506,140	$ 539,524	$ -	$ 539,524	$ 563,184	$ (23,660)
Motor Vehicle Tax	49,275	50,117	-	50,117	57,475	(7,358)
Recreational Vehicle Tax	830	820	-	820	956	(136)
Delinquent Tax	6,469	6,663	-	6,663	13,148	(6,485)
In Lieu of Taxes	392	553	-	553	-	553
TOTAL REVENUES	563,106	597,677	-	597,677	634,763	(37,086)
EXPENDITURES						
Plant Equipment and Facility	-	542,385	-	542,385	600,000	(57,615)
TOTAL EXPENDITURES	-	542,385	-	542,385	600,000	(57,615)
Excess of Revenues and Transfers Over (Under) Expenditures	563,106	55,292	-	55,292	34,763	20,529
Unencumbered Cash Beginning of Year	1,914,320	2,477,426	-	2,477,426	2,477,427	(1)
End of Year	$ 2,477,426	$ 2,532,718	$ -	$ 2,532,718	$ 2,512,190	$ 20,528

Schedule 9

ALLEN COUNTY COMMUNITY COLLEGE

Iola, Kansas

Schedule of Changes in Assets and Liabilities

All Agency Funds - Primary Institution

For the Year Ended June 30, 2023

	Primary Institution			
Account Name	Balance June 30, 2022	Additions	Deductions	Balance June 30, 2023
ACTIVITY FUND				
Gate Receipts				
Athletic	$ 6,186	$ 9,154	$ 2,269	$ 13,071
Total Gate Receipts	6,186	9,154	2,269	13,071
School Project Accounts				
Concessions	865	4,456	3,638	1,683
Scholarship Pool	2,213,072	1,228,791	1,030,741	2,411,122
Symmes Loan	140	-	-	140
Total School Project Accounts	2,214,077	1,233,247	1,034,379	2,412,945
Student Organization Accounts				
Allen Entrepreneurship	2,700	2,823	2,375	3,148
Aggie Club	1,947	2,205	292	3,860
Art Club	5,137	372	23	5,486
Athletic Director	285	380	503	162
Athletics	2,046	28,479	18,006	12,519
Athletic Training	46,255	1,306	10,326	37,235
Band	-	-	-	-
Baseball	15,967	32,667	40,078	8,556
Baseball/Softball Fields	600	650	1,250	-
Bgame Tech	300	-	-	300
Cheerleaders	1,246	17,104	15,931	2,419
Choir	14,734	3,848	8,183	10,399
Child Care	-	-	-	-
Drama	28,312	3,619	3,496	28,435
Early Childhood	1,956	3,280	580	4,656
ECE - Community	181	-	-	181
Food Pantry	3,701	52,777	46,128	10,350
Golf	-	-	-	-
Journalism	50	-	-	50
KAAP	536	-	-	536
Library	2,579	5,038	4,292	3,325
Livestock	485	2,671	1,393	1,763
Men's Basketball	13,770	1,520	1,375	13,915
Women's Basketball	10,838	100	5,821	5,117
Phi Theta Kappa	5,047	970	140	5,877

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Changes in Assets and Liabilities
All Agency Funds - Primary Institution
For the Year Ended June 30, 2023

	Primary Institution			
Account Name	Balance June 30, 2022	Additions	Deductions	Balance June 30, 2023
Student Organization Accounts (Continued)				
Pig/Calf	$ 4,224	$ -	$ 4,224.00	$ -
PTK - Burlingame	1,599	216	1,805	10
Residence Hall Social Fund	3,239	3,830	3,422	3,647
Soccer	16,904	5,835	12,921	9,818
Softball	1,377	27,194	28,571	-
Student Senate	19,773	16,672	15,244	21,201
Track and Field	58	700	725	33
Volleyball	5,939	100	401	5,638
SEK Library Council	82	-	-	82
Wellness	165	-	-	165
Total Student Organization Accounts	212,032	214,356	227,505	198,883
Other Student Accounts				
Incidental Fees	-	220,100	220,100	-
Outreach Fees	-	761,019	761,019	-
Total Other Student Accounts	-	981,119	981,119	-
TOTAL ACTIVITY FUND	$ 2,432,295	$ 2,437,876	$ 2,245,272	$ 2,624,899
TOTAL - ALL AGENCY FUNDS				
Assets				
Cash and Investments	$ 2,412,983	$ 2,457,188	$ 2,245,272	$ 2,624,899
Other Receivables	19,312	-	19,312	-
TOTAL ASSETS	$ 2,432,295	$ 2,457,188	$ 2,264,584	$ 2,624,899
Liabilities				
Deposits Held For Others	$ 2,432,295	$ 2,437,876	$ 2,245,272	$ 2,624,899
TOTAL LIABILITIES	$ 2,432,295	$ 2,437,876	$ 2,245,272	$ 2,624,899

ALLEN COUNTY COMMUNITY COLLEGE
IOLA, KANSAS

FEDERAL COMPLIANCE SECTION
For the Year Ended June 30, 2023

EIN NUMBER: 480697480
OPE ID NUMBER: 00191600
DUNS NUMBER: 030648901
UEI NUMBER: KMR6EZ5PKXY6

COMPLIANCE ATTESTATION EXAMINATION
INCLUDING TITLE IV STUDENT FINANCIAL ASSISTANCE PROGRAMS

IOLA, KANSAS
BURLINGAME, KANSAS

FEDERAL PELL GRANT PROGRAM (PELL) (84.063)
FEDERAL SUPPLEMENTARY EDUCATIONAL OPPORTUNITY GRANT (FSEOG) (84.007)
FEDERAL DIRECT STUDENT LOAN PROGRAM (DIRECT LOAN) (84.268)
FEDERAL WORK-STUDY PROGRAM (FWS) (84.033)

AUDITOR INFORMATION SHEET

ALLEN COUNTY COMMUNITY COLLEGE
1801 N. COTTONWOOD
IOLA, KANSAS 66749

EIN NUMBER: 480697480
OPE ID NUMBER: 00191600
DUNS NUMBER: 030648901
UEI NUMBER: KMR6EZ5PKXY6

TELEPHONE: (620) 365-5116
FAX: (620) 365-7406

PRESIDENT: Dr. Bruce Moses

CONTACT PERSON & TITLE: Tonya Johnson, V.P. for Finance and Operations
LEAD AUDITOR: Neil L. Phillips, CPA
EMAIL ADDRESS: nphillips@jgppa.com
LICENSE NUMBER & HOME STATE: 10957 KS
FIRM'S NAME & ADDRESS: JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants
1815 S. Santa Fe
PO Box 779
Chanute, Kansas 66720
FIRM'S FEDERAL ID NUMBER : 20-3906022
TELEPHONE: (620) 431-6342
FAX: (620) 431-0724

PROGRAMS EXAMINED:	PELL	84.063
	FSEOG	84.007
	DIRECT LOAN	84.268
	FWS	84.033

For the Award Year that ended during the institution's fiscal year, the percentage of:

Correspondence courses to total courses	NONE
Regular students enrolled in correspondence courses	NONE
Regular students that are incarcerated	NONE
Regular students enrolled based on ability to benefit	<.001%
For short term programs—	
Completion	N/A
Placement	N/A

The campuses/locations considered as part of this entity and covered or excluded by this examination are:

ALL LOCATIONS	> 50% OF PROGRAM OFFERED @ SITE	LOCATION ON ELIGIBILITY LETTER	NOTICE TO ED PRIOR TO OFFERING INSTRUCTION	DATE OPENED	DATE CLOSED	DATE OF CPA'S LAST VISIT	EXCLUSION REASON
Iola, KS	Yes	Yes	Yes	1923	N/A	2023	N/A
Burlingame, KS	Yes	Yes	Yes	1991	N/A	2023	N/A

Institution's Primary Accrediting Organization: North Central Association of Colleges and Schools

The College does not use a servicer.

Records for the accounting and administration of the SFA Programs are located at:

ALLEN COUNTY COMMUNITY COLLEGE
1801 N COTTONWOOD
IOLA, KANSAS 66749

For Close-Out Examination only:
None

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2023

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/PROGRAM TITLE	Pass-Through Entity Identifying Number		Federal CFDA Number	Passed Through to Subrecipients	Disbursements/ Expenditures
U.S. DEPARTMENT OF EDUCATION					
Direct Programs:					
Student Financial Aid Cluster					
Federal Supplemental Education Opportunity Grant	N/A		84.007	$ -	$ 31,156
Federal Supplemental Education Opportunity Grant - Admin	N/A		84.007	-	286
			Total 84.007	-	31,442
Federal Direct Student Loans	N/A	(1)	84.268	-	985,785
Federal Work-Study	N/A		84.033	-	13,535
Federal Work-Study - Admin	N/A		84.033	-	902
			Total 84.033	-	14,437
Federal Pell Grant Program	N/A		84.063	-	1,564,450
Federal Pell Grant Program - Admin	N/A		84.063	-	2,000
			Total 84.063	-	1,566,450
Total Student Financial Aid Cluster				-	2,598,114
Passed Through:					
Kansas Board of Regents					
Higher Education Emergency Relief Fund-Institutional	N/A		84.425C	-	30,000
Total U.S. Department of Education				-	2,628,114
FEDERAL ASSISTANCE TOTALS				$ -	$ 2,628,114

NOTE A -- BASIS OF PRESENTATION
This schedule has been prepared in accordance with accounting principles generally accepted in the United States of America. Revenues are recorded when earned. Expenditures are recorded when goods or services are received.

NOTE B --INDIRECT COST RATE
Allen County Community College did not elect to use the 10% de minimis cost rate.

(1) These are subsidized and unsubsidized loans to students and parents at the College and are not included in the College's revenues and expenditures.

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

Board of Trustees
Allen County Community College
Iola, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Allen County Community College, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Allen County Community College's basic financial statements and have issued our report thereon dated January 24, 2024.

Report on Internal Control over Financial Reporting
In planning and performing our audit of the financial statements, we considered the Allen County Community College'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 statements, but not for the purpose of expressing an opinion on the effectiveness of the Allen County Community College's internal control. Accordingly, we do not express an opinion on the effectiveness of the Allen County Community College'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 College's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those 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.

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

Purpose of this Report
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the College'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 College's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
January 24, 2024

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

Board of Trustees
Allen County Community College
Iola, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program
We have audited Allen County Community College's 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 Allen County Community College's major federal programs for the year ended June 30, 2023. Allen County Community College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Allen County Community College complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Allen County Community College 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 Allen County Community College'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 Allen County Community College's federal programs.

Auditor's Responsibilities for the Audit of Compliance
Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Allen County Community College's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion,

forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Allen County Community College's compliance with the requirements of each major federal program as a whole**.**

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Allen County Community College'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 Allen County Community College'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 Allen County Community College's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control over Compliance

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

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

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

Purpose of this Report
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.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
January 24, 2024

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements:
The auditor's report expresses an unmodified opinion on the basic financial statements of Allen County Community College.

Internal Control over Financial Reporting:

Material weakness(es) identified?	____ Yes	X	No
Significant deficiency(ies) identified?	____ Yes	X	None Reported
Noncompliance or other matters required to be reported under *Government Auditing Standards*	____ Yes	X	No

Federal Awards:

Internal control over major programs:			
Material weakness(es) identified?	____ Yes	X	No
Significant deficiency(ies) identified?	____ Yes	X	None Reported

The auditor's report on compliance for the major federal award programs for Allen County Community College expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ Yes	X	No

Identification of major programs:

U.S. DEPARTMENT OF EDUCATION
Student Financial Aid Cluster
Federal Pell Grant Program – CFDA No. 84.063
Federal Supplementary Educational Opportunity Grant – CFDA No. 84.007
Federal Work-Study Program – CFDA No. 84.033
Federal Direct Student Loan Program – CFDA No. 84.268

The threshold for distinguishing Types A and B programs was $750,000.00.

Auditee qualified as a low risk auditee?	X Yes	____	No

II. FINANCIAL STATEMENT FINDINGS

NONE

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

ALLEN COUNTY COMMUNITY COLLEGE
Iola, Kansas

Schedule of Resolution of Prior Year's Findings and Questioned Costs
For the Year Ended June 30, 2023

None