

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SINGLE AUDIT REPORT

YEAR ENDED JUNE 30, 2021

WITH

INDEPENDENT AUDITOR'S REPORTS



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Year Ended June 30, 2021

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This is a copy of the District's annual financial statements reproduced from an electronic file. An original copy of this document is available at the District's office.

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

Independent Auditor's Report

The Board of Education
Wichita Public Schools
Unified School District No. 259

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 governmental activities, each major fund, and the aggregate remaining fund information of Wichita Public Schools Unified School District No. 259 (District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 17, 2021.

Internal Control over Financial Reporting

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

A *deficiency in internal 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity'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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Allen, Gibbs & Houlik, L.C
CERTIFIED PUBLIC ACCOUNTANTS

Wichita, Kansas
December 17, 2021

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

Independent Auditor's Report

The Board of Education
Wichita Public Schools
Unified School District No. 259

Report on Compliance for Each Major Federal Program

We have audited Wichita Public Schools Unified School District No. 259's (District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the District's compliance.

Opinion of Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Wichita Public Schools Unified School District No. 259 as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 17, 2021, which contained unmodified opinions on those financial statements. We have not performed any procedures with respect to the audited financial statements subsequent to December 17, 2021. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Allen, Gibbs & Houlik, L.C
CERTIFIED PUBLIC ACCOUNTANTS

Wichita, Kansas
April 18, 2022

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2021

SECTION I - SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weaknesses identified? Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? Yes X None reported
- Noncompliance material to financial statements noted? Yes X No

FEDERAL AWARDS

Internal control over major programs:

- Material weaknesses identified? Yes X No
- Significant deficiencies identified that are not considered to be material weaknesses? Yes X None reported
- Type of auditor's report , issued on compliance for major federal programs: See Below

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, and type of auditor's report issued on compliance for major programs:

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM</u>	<u>OPINION</u>
84.027/84.173	Special Education Cluster	Unmodified
21.019	COVID 19 – Coronavirus Relief Fund	Unmodified
84.425D	COVID 19 – Education Stabilization Fund	Unmodified
84.365	English Language Acquisition State Grants	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$ 2,434,450

Auditee qualified as low-risk auditee? X Yes No

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2021

SECTION II - FINANCIAL STATEMENT FINDINGS

No matters were reported.

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2021

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters were reported.

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year Ended June 30, 2021

Findings required to be Reported by the Uniform Guidance

Finding 2020-001: Accounting and Financial Reporting (Significant Deficiency):

Condition: The District's management is responsible for the accuracy, completeness, and fairness of data presented in the Annual Comprehensive Financial Report, including all disclosures. One significant audit adjustment was identified during the fiscal year 2020 audit of the financial statements to decrease intergovernmental receivables in the Supplement Grants - Federal Fund and Capital Outlay Fund in the amount of \$7,151,509 and \$3,891,726, respectively.

Corrective Action: The Budget Department implemented a training process for staff when new grants are awarded to ensure staff understand any accounting and/or reimbursement procedures unique to the new grant. Additionally, the Budget Department implemented a mandatory second supervisory review of all year-end accrual entries which will be completed for encumbrance amounts that generate reimbursement receivables to determine whether cost reimbursables encumbrance become actual expenditures within the same period of reimbursement.

Status: Completed

Finding 2020-002 (Significant Deficiency):

CFDA #84.367, Title II Part A Supporting Effective Instruction, U.S. Department of Education, Award No. 3526-3860 3860, Passed through the Kansas State Board of Education

Condition: Student population data that was submitted to the state to perform the public/non-public school allocation of Title IIA funding was not accurate and did not match the corrected student population counts which was ultimately used to perform the allocation.

Corrective Action: The Title Services Department discovered Pupil Accounting reporting discrepancies prior to audit and took over the data collection for the federal section of the S066. Additionally, to ensure that data entered in the SO66 is correct, the Title Services Office now requires a review of the entered data from Student Records before submission to KSDE.

Status: Completed

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For Year Ended June 30, 2021

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through/Direct Number	Direct Expenditures	Pass through Expenditures
U.S. Department of Agriculture:				
Pass through from:				
<i>Kansas State Department of Education</i>				
<i>Child Nutrition Cluster</i>				
COVID-19 National School Lunch Program	10.555	3530-3500 003500 9906		\$ 2,622,713
Summer Food Service Program for Children - Food	10.559	3230-3020 003020 9923		12,936,242
Summer Food Service Program for Children - Sponsor Admin	10.559	3230-3020 003020 9925		1,456,605
Summer Food Service Program for Children - CFC	10.559	3230-3020 003020 9988		74,021
Child Nutrition Cluster Subtotal				17,089,581
Child and Adult Care Food Program				
Cash for Commodities	10.558	3531-3510 3510 9916		33,765
Meal Costs	10.558	3531-3510 3510 9921		536,918
State Administrative Expenses for Child Nutrition	10.560	3230-3020 R00201		317
Total U. S. Department of Agriculture				17,660,581
U.S. Department of Justice:				
Direct Programs:				
<i>Public Safety Partnership and Community Policing Grants</i>				
COPS Office School Violence Prevention Program FY20-FY21	16.710	2019SVWX0029	290,438	
<i>Stop School Violence Grant</i>				
STOP School Violence	16.839	2019-YS-BX-0207	43,545	
Total U.S. Department of Justice				333,983
U.S. Department of Treasury:				
Pass through from:				
<i>Sedgwick County:</i>				
COVID-19 - Coronavirus Relief Fund	21.019	70-20-000743		2,179,396
<i>Kansas Department of Commerce:</i>				
COVID-19 - Coronavirus Relief Fund	21.019	FY21-BAG-006		1,520,000
Total U.S. Department of Treasury				3,699,396
U.S. Department of Education:				
Direct Programs:				
<i>Indian Education Grants to Local Educational Agencies</i>				
Title VI Native American 2019	84.060	S060A182111	4,757	
Title VI Native American 2020	84.060	S060A192111	24,633	
Title VI Native American 2021	84.060	S060A192111	141,403	
Total U.S. Department of Education				170,793
Pass through from:				
<i>Kansas State Board of Education:</i>				
<i>Title 1 Grants to Local Educational Agencies</i>				
Title I Part A 2019	84.010	3532-3520-3520		540,966
Title I Part A 2020	84.010	3532-3520 3520		1,747,003
Title I Part A 2021	84.010	3532-3520 3520		18,763,538
<i>Title I Program for Neglected and Delinquent Children and Youth</i>				
Title I Delinquent 2020	84.010	3233-3040 3040 9930		179,289
Title I Delinquent 2021	84.010	3233-3040 3040 9930		183,171
Title 1, Grants to Local Educational Agencies Subtotal				21,413,967
<i>Migrant Education State Grant Program</i>				
Title I C Migrant FY20	84.011	3537-3570 3570		36,985
Title I C Migrant FY21	84.011	3537-3570 3570		215,847
<i>Special Education Cluster (IDEA)</i>				
Special Education Grants to States - CEIS - Coordinated Early Intervening Services	84.027	3234-3050 3050 1000		1,163,069
Special Education Grants to States - Title VI Part B Pass Thru 2021	84.027	3234-3050 3050 1000		6,617,936
Special Education Grants to States - Title VIB Discretionary FY21	84.027	3234-3050 3050 5000		351,381
Special Education Grants to States - IDEA Title VI-B PT FY20 Carryover	84.027	3234-3050 3050 5000		3,316,370
Special Education Preschool Grants	84.173	3535-3550 3550 1000		301,842
Special Education Cluster (IDEA) Subtotal				11,750,598
<i>Career and Technical Education Basic Grants to States</i>				
Carl Perkins Secondary Improvement FY21	84.048	3539-3590 3590 9920		590,190

The accompanying notes are an
integral part of this schedule.

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For Year Ended June 30, 2021

Federal Grantor/Pass through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through/Direct Number	Direct Expenditures	Pass through Expenditures
<i>Education for Homeless Children and Youth</i>				
2019 Homeless Children and Youth	84.196	3592-3070 U724		226
2020 Homeless Children and Youth	84.196	3592-3070 U772		33,734
2021 Homeless Children and Youth	84.196	3592-3070 U609		143,535
<i>Twenty-First Century Community Learning Centers</i>				
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Adams Elementary	84.287	3519-3890 3890		87,895
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Cleaveland Elementary	84.287	3519-3890 3890		89,500
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Ortiz Elementary	84.287	3519-3890 3890		65,750
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Park Elementary	84.287	3519-3890 3890		69,980
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Linwood Elementary	84.287	3519-3890 3890		79,085
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Washington Elementary	84.287	3519-3890 3890		92,673
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - Spaght Elementary	84.287	3519-3890 3890		88,554
Title IV Part B Twenty-First Century Community Learning Centers - After School Program - White Elementary	84.287	3519-3890 3890		104,335
<i>English Language Acquisition State Grants</i>				
Title III English Language Acquisition Grants 2019	84.365	3522-3820 3820		97,526
Title III English Language Acquisition Grants 2020	84.365	3522-3820 3820		72,927
Title III English Language Acquisition Grants 2021	84.365	3522-3820 3820		867,881
<i>Supporting Effective Instruction State Grants</i>				
Title II Part A Supporting Effective Instruction 2019	84.367	3526-3860 3860		82,901
Title II Part A Supporting Effective Instruction 2020	84.367	3526-3860 3860		1,717,161
Title II Part A Supporting Effective Instruction 2021	84.367	3526-3860 3860		1,630,197
<i>Education Stabilization Fund</i>				
COVID 19 - CARES ESSERF	84.425D	3233-3040 3040 4100		16,624,034
COVID 19 - SPED COVID Relief	84.425D	3233-3040 3040 4100		766,077
COVID 19 - ESSER II CARES Supplement	84.425D	3233-3040 3040 4100		2,037,895
Education Stabilization Fund Subtotal				19,428,006
Wichita State University				
<i>Gaining Early Awareness and Readiness for Undergraduate Programs</i>				
Gaining Early Awareness & Readiness for Undergraduate Programs (Gear Up South)	84.334	P334A140178		2,398
Gaining Early Awareness & Readiness for Undergraduate Programs (Gear Up Southeast)	84.334	P334A170119		48,815
Gaining Early Awareness & Readiness for Undergraduate Programs (Gear Up West)	84.334	P334A170139		58,663
Total U.S. Department of Education			170,793	58,869,329
U.S. Department of Health and Human Services:				
Pass through from:				
Kansas State Department of Education				
<i>Temporary Assistance for Needy Families</i>				
Pre-K Pilot FY20 TANF	93.558	3323-0531 0531		265
Pre-K KPP TANF FY21	93.558	3323-0531 0531		30,000
Kansas Department for Children and Families Services				
<i>Social Services Block Grant</i>				
CDC / Latchkey Programs	93.667	Contract FY2020-2021		257,385
<i>Child Care & Development Block Grant</i>				
COVID 19 - Child Care Aware HEROES - CCDF Cluster Total	93.575	Contract FY2020-2021		121,868
Total U.S. Department of Health and Human Services			-	409,518
U.S. Department of Homeland Security				
<i>Hazard Mitigation Grant</i>				
COVID 19 - GraceMed Cleaning	97.039		4,727	-
Total U.S. Department of Homeland Security			4,727	-
Subtotals			\$ 509,503	\$ 80,638,824
TOTAL				\$ 81,148,327

The accompanying notes are an
integral part of this schedule.

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2021

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Wichita Public Schools Unified School District No. 259 and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Indirect Cost Rate

The District has elected not to use the 10-percent de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.