

SALINA UNIFIED SCHOOL DISTRICT NUMBER 305
Salina, Kansas

FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2023

SALINA UNIFIED SCHOOL DISTRICT NUMBER 305
Salina, Kansas

TABLE OF CONTENTS

	<u>Statement</u>	<u>Page</u>
Independent Auditor's Report		1
Financial Statement		
Summary of Cash Receipts, Expenditures and Unencumbered Cash	1	4
Notes to Financial Statement		6
Required Regulatory Basis Supplementary Information	<u>Schedules</u>	
Summary of Expenditures - Actual and Budget	1	16
Schedule of Receipts and Expenditures – Actual and Budget		
General Fund	2a	17
Supplemental General	2b	18
Salina Adult Education Center Fund	2c	19
Preschool-Aged At Risk Fund	2d	20
At Risk (K-12) Fund	2e	21
Bilingual Education Fund	2f	22
Virtual Education Fund	2g	23
Capital Outlay Fund	2h	24
Central Kansas Cooperative in Education Fund	2i	25
Driver Training Fund	2j	26
Food Service Fund	2k	27
KPERs Special Retirement Contribution Fund	2l	28
Parent Education Fund	2m	29
Professional Development Fund	2n	30
Summer School Fund	2o	31
Special Education Fund	2p	32
Career and Postsecondary Education	2q	33
Bond and Interest Fund	2r	34
Schedule of Receipts and Expenditures – Actual		
Contingency Reserve Fund	2s	35
Federal Grant Funds	2t	36
Health Insurance Fund	2u	39
Gifts and Grant Funds	2v	40
Textbook Rental Fund	2w	42
Stewart Library Trust Fund	2x	43
Schedule of Receipts, Expenditures, and Cash Balances - Agency Fund	3	44
Schedule of Receipts, Expenditures, and Cash Balances – District Activity Funds	4	45

SALINA UNIFIED SCHOOL DISTRICT NUMBER 305
Salina, Kansas

TABLE OF CONTENTS - CONTINUED

	<u>Schedule</u>	<u>Page</u>
Schedule of Expenditures of Federal Awards		46
Notes to Schedule of Expenditures of Federal Awards		48
Special Reports		
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on An Audit of the Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>		50
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance		52
Schedule of Findings and Questioned Costs		55

INDEPENDENT AUDITOR'S REPORT

Board of Education
Salina Unified School District Number 305
Salina, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Salina Unified School District Number 305, Salina, Kansas as of and for the year ended June 30, 2023, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Salina Unified School District Number 305, Salina, Kansas, as of June 30, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Salina Unified School District Number 305, Salina, Kansas, as of June 30, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note C.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide*. Our responsibility under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of Salina Unified School District Number 305 of Salina, Kansas, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matters giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note C of the financial statement, the financial statement is prepared by Salina Unified School District Number 305 of Salina, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note C and accounting principles generally accepted in the United States of America, although not reasonably determined, are presumed to be material.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note C to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt Salina Unified School District Number 305 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 Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about where the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 one resulting from an error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

1. Exercise professional judgment and maintain professional skepticism throughout the audit.
2. Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
3. 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 Salina Unified School District Number 305's internal control. Accordingly, no such opinion is expressed.
4. Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimate made by management, as well as evaluate the overall presentation of the financial statement.
5. Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Salina Unified School District Number 305 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 control-related matters that we identified during the audit.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditure-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3, and 4, as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying Schedule of Expenditures of Federal Awards is also presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note C.

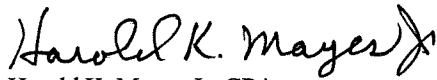
Other reporting required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 8, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that

testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Prior Year Comparative

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of Salina Unified School District Number 305 as of and for the year ended June 30, 2022 (not presented herein), and have issued our report dated September 16, 2022, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statements and accompanying report are not presented herein, but available in electronic form from the web site of the Kansas Department of Administration at the following link <http://www.admin.ks.gov/offices//chief-financial-officer/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 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 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 basic financial statements 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 2022 basic financial statement as a whole, on the basis of accounting described in Note C.



Harold K. Mayes Jr. CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
September 18, 2023

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Statement 1

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Funds							
General Fund	\$ 0	\$ 0	\$ 54,996,629	\$ 54,996,629	\$ 0	\$ 199,290	\$ 199,290
Supplemental General	518,671	0	17,728,461	17,723,492	523,640	0	523,640
Special Purpose Funds							
Adult Education	473,675	0	645,740	610,918	508,497	0	508,497
Preschool-Aged At Risk	0	0	227,709	227,709	0	0	0
At Risk (K-12)	500,000	0	12,768,610	12,768,610	500,000	0	500,000
Bilingual Education	0	0	1,147,409	1,147,409	0	0	0
Virtual Education	0	0	293,837	293,837	0	300	300
Capital Outlay	13,645,802	0	10,596,827	11,618,712	12,623,917	2,841,388	15,465,305
Central Kansas Cooperative In Education	4,622,645	0	29,620,832	28,092,533	6,150,944	7,362	6,158,306
Driver Training	54,979	0	25,500	29,458	51,021	0	51,021
Food Service	1,234,348	0	4,770,328	4,595,374	1,409,302	0	1,409,302
KPERS Special Retirement Contribution	0	0	10,410,741	10,410,741	0	0	0
Parent Education	51,534	0	131,663	131,663	51,534	0	51,534
Professional Development	265,000	0	826,878	530,125	561,753	150,540	712,293
Summer School	21,364	0	4,640	7,852	18,152	62	18,214
Special Education	4,230,000	0	14,046,492	13,546,492	4,730,000	0	4,730,000
Career and Postsecondary Education	0	0	1,318,677	1,318,677	0	0	0
Non-Budgeted							
Contingency Reserve	4,152,091	0	0	0	4,152,091	0	4,152,091
Federal Grants	(2,032,258)	0	16,261,475	17,133,095	(2,903,878)	1,052,668	(1,851,210)
Health Insurance	7,949,463	0	12,021,893	11,774,349	8,197,007	0	8,197,007
Gifts and Grants	46,685	0	866,090	856,080	56,695	2,326	59,021
Textbook Rental	496,488	0	1,486,616	768,448	1,214,656	29,550	1,244,206

The accompanying notes are an integral part of this statement.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Statement 1

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended June 30, 2023

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds (continued)							
Bond and Interest Funds							
Bond and Interest	\$ 5,984,587	\$ 0	\$ 10,522,204	\$ 10,157,676	\$ 6,349,115	\$ 0	\$ 6,349,115
Trust Funds							
Stewart Library Trust	32,758	0	567	0	33,325	0	33,325
District Activities							
District Activity Funds	<u>342,366</u>	<u>0</u>	<u>521,872</u>	<u>451,377</u>	<u>412,861</u>	<u>0</u>	<u>412,861</u>
Total Reporting Entity (excluding agency funds)	<u>\$ 42,590,198</u>	<u>\$ 0</u>	<u>\$ 201,241,690</u>	<u>\$ 199,191,256</u>	<u>\$ 44,640,632</u>	<u>\$ 4,283,486</u>	<u>\$ 48,924,118</u>

Composition of Ending Statutory Cash:

Bank Deposits	\$ 43,574,034
Other Securities	<u>9,172,049</u>
Total cash	52,746,083
Agency Funds per Schedule 3	<u>(3,821,965)</u>
Total Reporting Entity (excluding agency funds)	<u>\$ 48,924,118</u>

The accompanying notes are an integral part of this statement.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE A. MUNICIPAL FINANCIAL REPORTING ENTITY

Salina Unified School District Number 305 (the District) is a municipal corporation governed by an elected seven-member commission. This regulatory financial statement presents the District, and does not include the financial statement of any of the related municipal entities. The District does have a related entity, Salina Education Foundation (the Foundation). The Foundation is not audited; however, transactions with the Foundation are disclosed within the notes under related parties.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the District are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The District could have the following types of funds:

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenues sources (other than Capital Project and tax levies for long-term debt) that are intended for specific purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and used to make payments of general long-term debt.

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

Business Fund – funds financed in whole or part by fees charged to users of goods or services (i.e. enterprise and internal service funds etc.). The District did not have any business funds for the current year.

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds that benefit the municipal reporting entity, scholarship funds, etc.).

Agency fund – funds used to report assets held by the municipal reporting entity in purely a custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

NOTE C. BASIS OF ACCOUNTING

Regulatory Basis of Accounting and departure from Accounting Principles Generally Accepted in the United States of America - The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

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

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE D. BUDGETARY INFORMATION

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

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

The timeline for adoption of the final budget when a revenue neutral hearing is held is on or before September 20th.

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

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

Adjustment to Comply with Legal Max – Unified School Districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the “Legal Max” budget. The State Board of Education calculates the “Legal Max” budget using enrollment figures. The District’s budgeted expenditures are limited to the lower of the published budget or the “Legal Max” budget.

Adjustment for Qualifying Budget Credits – Districts may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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

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

Contingency Reserve Fund	Federal Grant Funds
Health Insurance Fund	Gifts and Grant Funds
Textbook Rental Fund	Stewart Library Trust

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

NOTE E. DEPOSITS AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at costs.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE E. DEPOSITS AND INVESTMENTS – continued

As of June 30, 2023, the District had the following investments and maturities:

Health Insurance Fund		Investment Maturities		Rating U.S.
Investment Type	Fair Value	(in Years)		
		Less than 1	1-2	
U.S. Government Agencies				
United State Treasury				
Notes	\$ 5,215,840	\$ 4,037,916	\$ 1,177,924	S&P A-1+
Federated Government				
Obligations	2,919,132	2,919,132	0	
Total Fair Value	\$ 8,134,972	\$ 6,957,048	\$ 1,177,924	
Securities at cost	\$ 8,197,007	\$ 7,007,040	1,189,967	
Unrealized gain (loss)	\$ (62,035)	(49,992)	\$ (12,043)	

		Investment Maturities	
		(in Years)	
Investment Type	Fair Value	Less than 1	1-2
General Operations			
United State Treasury			
Notes	975,042	975,042	0
Total Fair Value	\$ 975,042	\$ 975,042	\$ 0

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

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

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

Investments - For Insurance Fund	Percentage of Investments
U.S. Treasury Notes	64.12%
Federated Government Obligations	35.88%
	100.00%

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE E. DEPOSITS AND INVESTMENTS – continued

<u>Investments - For Genral Operations</u>	<u>Percentage of Investments</u>
U.S. Treasury Notes	<u>100.00%</u>
	<u><u>100.00%</u></u>

Custodial credit risk – deposits: Custodial credit risk is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. State statutes require the District’s deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated “peak periods” when required coverage is 50%. The District had no designated “peak periods” during the year. All bank deposits were legally secured at June 30, 2023.

At June 30, 2023, the carrying amount of the District’s bank deposits was \$43,574,034 (which includes petty cash funds) and the bank balance was \$50,726,015. The bank balance was held by five banks reducing concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$1,034,403 was covered by federal depository insurance and \$49,691,612 was collateralized with securities held by the pledging financial institution’s agents in the District’s name.

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

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE F. LONG-TERM DEBT

General Long-Term Debt

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date of Final Maturity</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Refunded</u>	<u>Payments</u>	<u>Ending Balance</u>	<u>Interest Paid</u>
Series 2014, School Refunding & Imp.	3.30%	6/26/2014	\$ 117,215,000	9/1/2023	\$ 11,325,000	0	0	\$ 5,525,000	\$ 5,800,000	\$ 3,878,913
Series 2016, School Refunding	1.95%	6/30/2016	8,320,000	9/1/2026	8,320,000	0	0	0	8,320,000	
Series 2017, School Refunding	2.74%	9/7/2017	9,125,000	9/1/2032	6,925,000	0	0	0	6,925,000	
Series 2019, School Refunding	2.47%	9/25/2019	65,055,000	9/1/2033	56,870,000	0	0	0	56,870,000	
Series 2021, School Refunding	1.36%	5/25/2021	16,845,000	9/1/2029	16,260,000	0	0	600,000	15,660,000	153,763
					<u>\$ 99,700,000</u>	<u>0</u>	<u>0</u>	<u>\$ 6,125,000</u>	<u>\$ 93,575,000</u>	<u>\$ 4,032,676</u>

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

	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029-2033</u>	<u>2034</u>	<u>Total</u>
General obligation bonds								
Principal	\$ 6,505,000	\$ 8,520,000	\$ 8,655,000	\$ 8,900,000	\$ 9,350,000	\$ 43,695,000	\$ 7,950,000	\$ 93,575,000
Interest	2,933,653	1,931,966	1,793,014	1,547,827	1,304,394	3,473,817	98,143	13,082,814
	<u>\$ 9,438,653</u>	<u>\$ 10,451,966</u>	<u>\$ 10,448,014</u>	<u>\$ 10,447,827</u>	<u>\$ 10,654,394</u>	<u>\$ 47,168,817</u>	<u>\$ 8,048,143</u>	<u>\$ 106,657,814</u>

The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding October 1. Additional authority may be granted by the Kansas State Board of Education. At June 30, 2023, the statutory limit for the District was \$87,581,4765 which the Distrcit has exceeded but this has been approved by the State Board of Education.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE F. LONG-TERM DEBT - continued

Operating Leases

The District conducts a portion of its operations utilizing operating leases for copiers and buildings. Lease terms expire at various times.

<u>June 30,</u>	<u>Equipment</u>	<u>Buildings</u>	<u>Total</u>
2023	\$ 255,691	\$ 21,900	\$ 277,591

Current year rental payments under operating leases were \$277,591

Minimum Future rental payments under oprating leases as of June 30, 2023 are as follows:

<u>Operating Leases</u>	<u>Equipment</u>	<u>Buildings</u>	<u>Total</u>
<u>June 30,</u>			
2024	\$ 246,244	\$ 13,500	\$ 259,744
2025	246,537	13,500	260,037
2026	11,341	1,500	12,841
2027	11,341	1,500	12,841
2028	11,341	1,500	12,841
	<u>\$ 526,804</u>	<u>\$ 31,500</u>	<u>\$ 558,304</u>

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE G. INTERFUND TRANSFERS

Operating transfers were as follows:

Fund From	Fund To	Authority	Amount
General Fund	Virtual Education	K.S.A. 72-5167	\$ 293,837
General Fund	Capital Outlay	K.S.A. 72-5167	2,500,000
General Fund	Special Education	K.S.A. 72-5167	8,063,424
General Fund	Textbook	K.S.A. 72-5167	864,911
General Fund	Preschool-Aged At Risk	K.S.A. 72-5167	227,709
General Fund	At Risk (K-12)	K.S.A. 72-5167	9,975,976
Supplemental	Bilingual Education	K.S.A. 72-5143	1,147,409
Supplemental	Food Service	K.S.A. 72-5143	78,699
Supplemental	Professional Development	K.S.A. 72-5143	743,584
Supplemental	Parent Education Program	K.S.A. 72-5143	51,534
Supplemental	Special Education	K.S.A. 72-5143	5,824,307
Supplemental	Career and Postsecondary Education	K.S.A. 72-5143	1,314,053
Supplemental	Textbook	K.S.A. 72-5143	435,806
Supplemental	At Risk (K-12)	K.S.A. 72-5143	<u>2,792,472</u>
Total Transfers			<u><u>\$ 34,313,721</u></u>

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Health Insurance: During the year ended June 30, 2023 employees of the District were covered by the District's medical self-insurance plan ("the plan"). The plan was established October 1, 1998. The District's contribution is \$520 per month for a single policy and \$520 per month for a family policy per employee. All District Employees, at their option, can authorize payroll withholdings to pay non-District provided contributions. Claims are paid by a third party administrator acting on behalf of the District. The plan is documented by contractual agreement.

The administrative contract between the District and the third party administrator is renewable annually and stop-loss premiums are included in the contractual provisions. The District was protected against unanticipated catastrophic individual or aggregate loss by stop-loss coverage carried through Blue Cross & Blue Shield of Kansas, a commercial insurer licensed or eligible to do business in Kansas in accordance with Kansas Insurance Code. Stop-loss coverage was in effect for individual claims exceeding \$125,000 and with aggregate stop loss insurance at 115% of annualized expected claims.

Incurred but not reported claims: Liabilities include an amount for claims that have been incurred but not reported (IBNR's). Liabilities are reported when it is probable that claims have been incurred and the amount of the liability can be reasonably estimated. Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. COBRA participants pay 102% of the premium. There is no cost to the District under this program.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - continued

Compensated Absences: The District's policy is to recognize the costs of compensated absences when actually paid. Compensated absence policies are available in the staff handbook.

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

NOTE I. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

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

Contributions - K.S.A. 74-4919 and K.S.A. 74-49210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provision of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.20% and 13.33%, respectively, for the fiscal year ended June 30, 2022. The actuarially determined employer contribution rate and the statutory contribution rate was 13.88% and 13.11% for the fiscal year ended June 30, 2023.

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

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

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of \$550 million to fund a portion of the School unfunded actuarial liability. Senate Bill 159 recertified the State/School contribution rates for Fiscal Years 2022 and 2023. Fiscal Year 2022 was recertified from 14.09% to 13.33% and Fiscal Year 2023 from 13.86% to 13.11%. The bond proceeds were received by KPERS on August 26, 2021. The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer \$1.125 billion from the State General Fund directly to KPERS in Fiscal years 2022 and 2023. The first \$253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019,

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE I. DEFINED BENEFIT PENSION PLAN - continued

discussed previously, while the remaining \$871.1 million is applied to KPERS-School unfunded actuarial. In Fiscal year 2022, \$600 million was transferred to KPERS. In Fiscal Year 2023, Senate Bill 421 authorizes two additional transfers which total \$271 million.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$10,410,741 for the year ended June 30, 2023.

Net Pension Liability

At June 30, 2023, the District's proportionate share of the collective net pension liability reported by KPERS was \$98,911,631. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The District's proportionate share of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2022. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE J. OTHER RETIREMENT BENEFITS

Defined Contribution Plan

The District has established a defined contribution pension plan in accordance with the provisions of section 403(b) of the Internal Revenue Code. The District contributes \$1,000 per contract year for each full time, eligible participant into the participant's Employer Paid Account. Contributions are prorated for participants who work less than full time and/or are employed for less than a full contract year. Eligible employees include Certified Teachers, Head Start Teachers and Administrators. Employer paid contributions are subject to a 15-year vesting schedule. Additionally, employees may voluntarily contribute, on a pre-tax basis, from their salary, to their Employee Paid Account.

NOTE K. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Settlements of claims have not exceeded coverage during the past three fiscal years.

NOTE L. OTHER INFORMATION

Reimbursed Expenses: The District records reimbursable expenditures in the fund that makes the disbursement and records the reimbursement as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Ad Valorem Tax Revenue: The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's office annually determines assessed valuation and the County Clerk spreads the annual assessment to the taxing units. One-half of the property taxes are due December 20 and distributed to the District by January 20 to finance a portion of the current year's budget. The second half is due May 10 and distributed to the District by June 5th. The District Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2023

NOTE L. OTHER INFORMATION - continued

Related Party Transactions: The Salina Education Foundation is a component unit of the District. The Foundation is a not-for-profit organization formed for the education purposes of funding programs, gifts, loans or other assistance for the benefit of the District and its students and employees. During year ended June 30, 2023, the District received funding from the Foundation in the amount of \$53,504. Additionally, the District disbursed \$4,000 to the Foundation.

Funds with a Deficit Unencumbered Cash Balance: Generally, school districts are required by K.S.A. 10-1113 to limit fund expenditures to the available monies in that fund. K.S.A 12-1663, however, provides an exception for those funds which are to be financed by Federal government sources and other grants and gifts. This exception allows these funds to expend in excess of currently available resources with the expectation that the District will be reimbursed for qualifying grant expenditures.

The following funds had a deficit balance of unencumbered cash as of June 30, 2023: Federal Head Start, Kansas Head Start, Federal – CARES Act, Title I Part D, Title I Low Income, Title II-A Improve Teacher Quality, Title IV Student Support and Academic Enrichment, ESSER III, Saline County ARPA and Kansas Preschool Pilot. Each of these funds are financed by Federal and State governmental agencies and are expecting reimbursement of the qualifying grant expenditures which will cover the deficit balances.

Trust agreement: The Stewart Library Endowment is an endowment set up by proceeds from LeVoy C. Nelson Estate. According to the agreement with the estate, the District has set up this endowment for the benefit of the Stewart Elementary Library. According to the agreement, the District may use the earnings on the principal (but not the principal) for improvements to the Library.

NOTE M. SUBSEQUENT EVENTS

Subsequent Events: The District evaluated subsequent events through September 18, 2023 the date the financial statement was available to be issued. On September 1, 2023, the District issue the Series 2023 General Obligation Refunding Bonds in the principal amount of \$12,060,000. The proceeds of the Series 2023 Bonds were used to refinance a portion of the Series 2019 Taxable General Obligation Refunding Bonds maturing in the years 2032 and 2033 (the “Refunded Bonds”). The Refunded Bonds were acquired through an open market acquisition from existing bond investors and were redeemed on September 1, 2023. The savings to the District, net of all costs, was \$4,044,164.84. The average interest rate, or True Interest Cost (TIC), on the series 2023 Bonds was 3.644267%. The ‘present value savings percentage’ on the refinancing was 9.67% of refunded bond principal and 12.57% of refunding bond principal. In addition, the final maturity of the refunded bonds was shortened from 2033 to 2031.

**REQUIRED
REGULATORY BASIS
SUPPLEMENTARY INFORMATION**

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended June 30, 2023

	Certified Budget	Adjustments To Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget For Comparison	Expenditures Chargeable to Current Year	Variance- Over (Under)
Governmental Type Funds						
General Funds						
General Fund	\$ 55,407,210	\$ (1,108,394)	\$ 697,813	\$ 54,996,629	\$ 54,996,629	\$ 0
Supplemental General	17,723,492	0	0	17,723,492	17,723,492	0
Special Purpose Funds						
Adult Education	700,000	0	0	700,000	610,918	(89,082)
Preschool-Aged At Risk	240,000	0	0	240,000	227,709	(12,291)
At Risk (K-12)	13,047,212	0	0	13,047,212	12,768,610	(278,602)
Bilingual Education	1,240,000	0	0	1,240,000	1,147,409	(92,591)
Virtual Education	540,000	0	0	540,000	293,837	(246,163)
Capital Outlay	14,285,000	0	0	14,285,000	11,618,712	(2,666,288)
Central Kansas Cooperative In Education	31,200,000	0	0	31,200,000	28,092,533	(3,107,467)
Driver Training	54,000	0	0	54,000	29,458	(24,542)
Food Service	5,630,325	0	0	5,630,325	4,595,374	(1,034,951)
KPERs Special Retirement Contribution	11,464,939	0	0	11,464,939	10,410,741	(1,054,198)
Parent Education	141,000	0	0	141,000	131,663	(9,337)
Professional Development	560,000	0	0	560,000	530,125	(29,875)
Summer School	35,000	0	0	35,000	7,852	(27,148)
Special Education	15,824,000	0	0	15,824,000	13,546,492	(2,277,508)
Career and Postsecondary Education	1,350,000	0	0	1,350,000	1,318,677	(31,323)
Bond and Interest Fund						
Debt Service	10,157,776	0	0	10,157,776	10,157,676	(100)
Total of all Funds	<u>\$ 179,599,954</u>	<u>\$ (1,108,394)</u>	<u>\$ 697,813</u>	<u>\$ 179,189,373</u>	<u>\$ 168,207,907</u>	<u>\$ (10,981,466)</u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Schedule 2a

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance Over (Under)
	2022 Actual	Actual	Budget	
Cash Receipts				
Local Sources				
Student Activities	\$ 20,658	\$ 25,208	\$ 0	\$ 25,208
Other	229,441	254,192	0	254,192
County Sources				
Mineral Production Tax	294	307	0	307
State Sources				
General State Aid	44,482,705	46,235,085	46,407,210	(172,125)
Special Education Aid	7,855,603	8,063,424	9,000,000	(936,576)
State Aid Reimbursement	420,734	418,413	0	418,413
Total Cash Receipts	<u>53,009,435</u>	<u>54,996,629</u>	<u>\$ 55,407,210</u>	<u>\$ (410,581)</u>
Expenditures				
Instruction	14,412,840	18,214,492	\$ 14,197,433	\$ 4,017,059
Student Support Services	2,881,827	2,749,995	2,990,650	(240,655)
Instructional Support Staff	1,883,607	1,864,254	1,946,831	(82,577)
General Administration	414,471	405,183	466,200	(61,017)
School Administration	3,364,912	3,360,429	3,480,200	(119,771)
Central Services	2,922,177	3,092,011	3,156,200	(64,189)
Operations and Maintenance	7,234,625	2,217,791	7,418,884	(5,201,093)
Student Transportation	1,237,897	1,166,617	1,423,600	(256,983)
Transfers to Other Funds	18,657,079	21,925,857	20,327,212	1,598,645
Adjustment to Comply with Legal Max	<u>0</u>	<u>0</u>	<u>(1,108,394)</u>	<u>1,108,394</u>
Legal General Fund Budget	53,009,435	54,996,629	54,298,816	697,813
Adjustment for Qualifying				
Budget Credits	<u>0</u>	<u>0</u>	<u>697,813</u>	<u>(697,813)</u>
Total Expenditures	<u>53,009,435</u>	<u>54,996,629</u>	<u>\$ 54,996,629</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2b**SUPPLEMENTAL GENERAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Local Sources				
Ad Valorem Taxes	\$ 7,132,110	\$ 7,816,704	\$ 7,378,761	\$ 437,943
Delinquent Tax	97,504	125,597	37,718	87,879
County Sources				
Motor Vehicle Tax	873,655	865,155	869,325	(4,170)
Recreational Vehicle Tax	12,237	11,935	12,142	(207)
Commercial Vehicle Tax	43,047	47,324	45,129	2,195
State Sources				
Supplemental State Aid	8,578,146	8,861,746	8,861,746	0
Total Cash Receipts	16,736,699	17,728,461	\$ 17,204,821	\$ 523,640
Expenditures				
Instruction	5,273,371	0	\$ 5,273,958	\$ (5,273,958)
Instructional Support Staff	457,715	338,594	394,000	(55,406)
Central Services	12,707	13,619	14,000	(381)
Operations and Maintenance	0	4,983,415	0	4,983,415
Transfers to Other Funds	11,327,144	12,387,864	12,041,534	346,330
Adjustment to Comply with Legal Max	0	0	0	0
Legal Fund Budget	17,070,937	17,723,492	17,723,492	0
Adjustment for Qualifying				
Budget Credits	0	0	0	0
Total Expenditures	17,070,937	17,723,492	\$ 17,723,492	\$ 0
Receipts Over (Under) Expenditures	(334,238)	4,969		
Unencumbered Cash, July 1	852,909	518,671		
Unencumbered Cash, June 30	\$ 518,671	\$ 523,640		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2c**SALINA ADULT EDUCATION CENTER FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
Local Sources				
Ad Valorem Taxes	\$ 350,086	\$ 398,362	\$ 382,354	\$ 16,008
Delinquent Tax	4,406	6,057	1,854	4,203
Other	7,458	5,648	15,000	(9,352)
Reimbursements	2,081	2,061	0	2,061
County Sources				
Motor Vehicle Tax	40,925	41,489	41,349	140
Recreational Vehicle Tax	573	572	578	(6)
Commercial Vehicle Tax	2,017	2,312	2,146	166
State Sources				
State Aid	59,020	55,192	53,092	2,100
Federal Sources				
Federal Aid	136,569	134,047	129,560	4,487
Total Cash Receipts	603,135	645,740	\$ 625,933	\$ 19,807
Expenditures				
Instruction	378,158	434,199	\$ 489,100	\$ (54,901)
Instructional Support Staff	73,259	69,409	87,500	(18,091)
School Administration	85,234	86,971	98,000	(11,029)
Central Services	12,472	4,319	0	4,319
Operations and Maintenance	15,663	16,020	25,400	(9,380)
Total Expenditures	564,786	610,918	\$ 700,000	\$ (89,082)
Receipts Over (Under) Expenditures	38,349	34,822		
Unencumbered Cash, July 1	435,326	473,675		
Unencumbered Cash, June 30	\$ 473,675	\$ 508,497		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2d**PRESCHOOL-AGED AT RISK FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		<u>Variance</u>
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
Other Sources				
Transfers from Other Funds	\$ <u>209,500</u>	\$ <u>227,709</u>	\$ <u>240,000</u>	\$ <u>(12,291)</u>
Expenditures				
Instruction	4,000	12,000	\$ 24,291	\$ (12,291)
Instructional Support Staff	15,500	15,965	15,965	0
School Administration	70,000	72,104	72,104	0
Operations and Maintenance	<u>120,000</u>	<u>127,640</u>	<u>127,640</u>	<u>0</u>
Total Expenditures	<u>209,500</u>	<u>227,709</u>	\$ <u>240,000</u>	\$ <u>(12,291)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, June 30	\$ <u>0</u>	\$ <u>0</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Schedule 2e

AT RISK (K-12) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	2022 Actual	2023		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources				
Individual (Summer School)	\$ 260	\$ 162	\$ 5,000	\$ (4,838)
Other Sources				
Transfers from Other Funds	<u>11,160,240</u>	<u>12,768,448</u>	<u>13,047,212</u>	<u>(278,764)</u>
Total Cash Receipts	<u>11,160,500</u>	<u>12,768,610</u>	<u>\$ 13,052,212</u>	<u>\$ (283,602)</u>
Expenditures				
Instruction	10,433,819	11,825,101	\$ 12,291,512	\$ (466,411)
Student Support Services	615,517	858,181	640,700	217,481
Student Transportation	<u>111,164</u>	<u>85,328</u>	<u>115,000</u>	<u>(29,672)</u>
Total Expenditures	<u>11,160,500</u>	<u>12,768,610</u>	<u>\$ 13,047,212</u>	<u>\$ (278,602)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>500,000</u>	<u>500,000</u>		
Unencumbered Cash, June 30	<u>\$ 500,000</u>	<u>\$ 500,000</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2f**BILINGUAL EDUCATION FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		Variance
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
Other Sources				
Transfers from Other Funds	\$ <u>1,126,444</u>	\$ <u>1,147,409</u>	\$ <u>1,240,000</u>	\$ <u>(92,591)</u>
Expenditures				
Instruction	<u>1,126,444</u>	<u>1,147,409</u>	\$ <u>1,240,000</u>	\$ <u>(92,591)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, June 30	\$ <u>0</u>	\$ <u>0</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2g**VIRTUAL EDUCATION FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		<u>Variance</u>
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
Other Sources				
Transfer from Other Funds	\$ <u>471,630</u>	\$ <u>293,837</u>	\$ <u>540,000</u>	\$ <u>(246,163)</u>
Total Cash Receipts	<u>471,630</u>	<u>293,837</u>	<u>\$ 540,000</u>	<u>\$ (246,163)</u>
Expenditures				
Instruction	334,755	171,203	\$ 398,000	\$ (226,797)
Student Support Services	19,234	0	19,980	(19,980)
Instructional Support Staff	0	25,280	0	25,280
School Administration	106,137	85,382	108,300	(22,918)
Central Services	9,080	9,488	11,170	(1,682)
Operations and Maintenance	<u>2,424</u>	<u>2,484</u>	<u>2,550</u>	<u>(66)</u>
Total Expenditures	<u>471,630</u>	<u>293,837</u>	<u>\$ 540,000</u>	<u>\$ (246,163)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, June 30	\$ <u>0</u>	\$ <u>0</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2h**CAPITAL OUTLAY FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
Local Sources				
Ad Valorem Taxes	\$ 3,734,229	\$ 4,249,189	\$ 4,078,441	\$ 170,748
Delinquent Tax	47,397	64,667	19,781	44,886
Interest	97,996	1,124,950	100,000	1,024,950
Other	716,882	246,144	200,000	46,144
County Sources				
Motor Vehicle Tax	436,506	442,511	441,278	1,233
Recreational Vehicle Tax	6,114	6,102	6,163	(61)
Commercial Vehicle Tax	21,508	24,663	22,908	1,755
In Lieu of Taxes	11,838	38,672	0	38,672
State Sources				
State Aid	1,590,213	1,876,804	1,899,005	(22,201)
Federal Sources				
Federal Aid	0	23,125	0	23,125
Other Sources				
Transfers from Other Funds	1,460,106	2,500,000	0	2,500,000
Total Cash Receipts	<u>8,122,789</u>	<u>10,596,827</u>	<u>\$ 6,767,576</u>	<u>\$ 3,829,251</u>
Expenditures				
Instruction	2,739,502	3,234,537	\$ 6,360,000	\$ (3,125,463)
Instructional Support Staff	107,022	193,176	193,000	176
Central Services	171,876	159,481	175,000	(15,519)
Operations and Maintenance	1,266,650	1,754,662	1,342,500	412,162
Student Transportation	10,369	3,885	12,000	(8,115)
Facility Acquisition and Construction	1,943,703	6,272,971	6,202,500	70,471
Total Expenditures	<u>6,239,122</u>	<u>11,618,712</u>	<u>\$ 14,285,000</u>	<u>\$ (2,666,288)</u>
Receipts Over (Under) Expenditures	\$ 1,883,667	\$ (1,021,885)		
Unencumbered Cash, July 1	<u>11,762,135</u>	<u>13,645,802</u>		
Unencumbered Cash, June 30	<u>\$ 13,645,802</u>	<u>\$ 12,623,917</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2i**CENTRAL KANSAS COOPERATIVE IN EDUCATION FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022			Over
	Actual	Actual	Budget	(Under)
Cash receipts				
Local Sources				
Pmt From Other Districts/				
Gov't Sources	\$ 24,054,032	\$ 23,379,591	\$ 24,921,872	\$ (1,542,281)
Other	240,177	365,571	594,551	(228,980)
State Sources				
State Aid Deaf/Blind	4,494	0	0	0
Federal Sources				
Federal Aid	3,704,703	3,980,886	3,980,886	0
Medicaid	1,901,246	1,894,784	1,300,000	594,784
Total Cash Receipts	29,904,652	29,620,832	\$ 30,797,309	\$ (1,176,477)
Expenditures				
Instruction	19,572,496	19,462,494	\$ 22,763,300	\$ (3,300,806)
Student Support Services	6,312,691	6,696,210	6,527,400	168,810
Instructional Support Staff	813,689	864,718	861,500	3,218
General Administration	847,333	916,769	876,600	40,169
Operations and Maintenance	69,763	149,462	168,700	(19,238)
Transportation	2,173	2,880	2,500	380
Total Expenditures	27,618,145	28,092,533	\$ 31,200,000	\$ (3,107,467)
Receipts Over (Under) Expenditures	2,286,507	1,528,299		
Unencumbered Cash, July 1	2,336,138	4,622,645		
Unencumbered Cash, June 30	\$ 4,622,645	\$ 6,150,944		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2j**DRIVER TRAINING FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		Variance
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
Local Sources				
Other	\$ 22,360	\$ 10,240	\$ 10,000	\$ 240
State Sources				
State Aid	15,486	15,260	17,550	(2,290)
Federal Sources				
Federal Aid	<u>0</u>	<u>0</u>	<u>11,375</u>	<u>(11,375)</u>
Total Cash Receipts	<u>37,846</u>	<u>25,500</u>	<u>\$ 38,925</u>	<u>\$ (13,425)</u>
Expenditures				
Instruction	30,711	27,681	\$ 49,000	\$ (21,319)
Operations and Maintenance	<u>3,944</u>	<u>1,777</u>	<u>5,000</u>	<u>(3,223)</u>
Total Expenditures	<u>34,655</u>	<u>29,458</u>	<u>\$ 54,000</u>	<u>\$ (24,542)</u>
Receipts Over (Under) Expenditures	3,191	(3,958)		
Unencumbered Cash, July 1	<u>51,788</u>	<u>54,979</u>		
Unencumbered Cash, June 30	<u>\$ 54,979</u>	<u>\$ 51,021</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2k**FOOD SERVICE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
Local Sources				
Food Service	\$ 46,744	\$ 920,695	\$ 1,413,221	\$ (492,526)
Other	32,981	43,733	50,000	(6,267)
State Sources				
State Aid	38,697	41,528	39,876	1,652
Federal Sources				
Federal Aid	5,033,277	3,685,673	3,515,281	170,392
Other Sources				
Transfers from Other Funds	0	78,699	0	78,699
	<u>5,151,699</u>	<u>4,770,328</u>	<u>\$ 5,018,378</u>	<u>\$ (248,050)</u>
Expenditures				
Operations and Maintenance	37,077	46,371	\$ 44,400	\$ 1,971
Food Service	<u>4,529,558</u>	<u>4,549,003</u>	<u>5,585,925</u>	<u>(1,036,922)</u>
	<u>4,566,635</u>	<u>4,595,374</u>	<u>\$ 5,630,325</u>	<u>\$ (1,034,951)</u>
Receipts Over (Under) Expenditures	585,064	174,954		
Unencumbered Cash, July 1	<u>649,284</u>	<u>1,234,348</u>		
Unencumbered Cash, June 30	<u>\$ 1,234,348</u>	<u>\$ 1,409,302</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 21**KPERS SPECIAL RETIREMENT CONTRIBUTION FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
State Sources				
State Aid	\$ 10,236,553	\$ 10,410,741	\$ 11,464,939	\$ (1,054,198)
Total Cash Receipts	<u>10,236,553</u>	<u>10,410,741</u>	<u>\$ 11,464,939</u>	<u>\$ (1,054,198)</u>
Expenditures				
Instruction	6,617,956	6,654,663	\$ 7,526,920	\$ (872,257)
Student Support Services	1,178,079	1,303,577	1,292,180	11,397
Instructional Support Staff	748,541	732,118	840,985	(108,867)
General Administration	138,904	145,858	153,066	(7,208)
School Administration	429,337	419,391	464,214	(44,823)
Central Services	306,171	322,049	349,178	(27,129)
Operations and Maintenance	517,296	543,024	540,394	2,630
Student Transportation	22,023	19,159	23,918	(4,759)
Food Service	<u>278,246</u>	<u>270,902</u>	<u>274,084</u>	<u>(3,182)</u>
Total Expenditures	<u>10,236,553</u>	<u>10,410,741</u>	<u>\$ 11,464,939</u>	<u>\$ (1,054,198)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, June 30	\$ <u>0</u>	\$ <u>0</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2m**PARENT EDUCATION FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		Variance
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
State Sources				
State Aid	\$ 80,637	\$ 80,129	\$ 80,637	\$ (508)
Other Sources				
Transfers from Other Funds	<u>51,534</u>	<u>51,534</u>	<u>51,534</u>	<u>0</u>
Total Cash Receipts	<u>132,171</u>	<u>131,663</u>	<u>\$ 132,171</u>	<u>\$ (508)</u>
Expenditures				
Student Support Services	132,171	129,603	\$ 141,000	\$ (11,397)
Instructional Support Staff	<u>0</u>	<u>2,060</u>	<u>0</u>	<u>2,060</u>
Total Expenditures	<u>132,171</u>	<u>131,663</u>	<u>\$ 141,000</u>	<u>\$ (9,337)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>51,534</u>	<u>51,534</u>		
Unencumbered Cash, June 30	<u>\$ 51,534</u>	<u>\$ 51,534</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2n**PROFESSIONAL DEVELOPMENT FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		Variance
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash receipts				
State Sources				
State Aid	\$ 0	\$ 83,294	\$ 80,729	\$ 2,565
Other Sources				
Transfers from Other Funds	<u>271,134</u>	<u>743,584</u>	<u>400,000</u>	<u>343,584</u>
Total Cash Receipts	<u>271,134</u>	<u>826,878</u>	<u>\$ 480,729</u>	<u>\$ 346,149</u>
Expenditures				
Instructional Support Staff	<u>271,286</u>	<u>530,125</u>	<u>\$ 560,000</u>	<u>\$ (29,875)</u>
Total Expenditures	<u>271,286</u>	<u>530,125</u>	<u>\$ 560,000</u>	<u>\$ (29,875)</u>
Receipts Over (Under) Expenditures	(152)	296,753		
Unencumbered Cash, July 1	<u>265,152</u>	<u>265,000</u>		
Unencumbered Cash, June 30	<u>\$ 265,000</u>	<u>\$ 561,753</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2o**SUMMER SCHOOL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Cash Receipts				
Local Sources				
Other	\$ <u>4,950</u>	\$ <u>4,640</u>	\$ <u>15,000</u>	\$ <u>(10,360)</u>
Expenditures				
Instruction	<u>11,988</u>	<u>7,852</u>	\$ <u>35,000</u>	\$ <u>(27,148)</u>
Receipts Over (Under) Expenditures	(7,038)	(3,212)		
Unencumbered Cash, July 1	<u>28,402</u>	<u>21,364</u>		
Unencumbered Cash, June 30	\$ <u>21,364</u>	\$ <u>18,152</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2p**SPECIAL EDUCATION FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		Variance
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash receipts				
Federal Sources				
Federal Aid	\$ 37,595	\$ 158,761	\$ 355,117	\$ 513,878
Other Sources				
Transfers from Other Funds	<u>13,572,721</u>	<u>13,887,731</u>	<u>15,000,000</u>	<u>(1,112,269)</u>
Total Cash Receipts	<u>13,610,316</u>	<u>14,046,492</u>	<u>\$ 15,355,117</u>	<u>\$ (598,391)</u>
Expenditures				
Instruction	12,194,535	11,732,356	\$ 14,072,704	\$ (2,340,348)
Student Support	31,509	31,982	32,874	(892)
Instruction Support	30,163	30,956	31,774	(818)
Central Services	923	950	51,250	(50,300)
Student Transportation	<u>1,353,186</u>	<u>1,750,248</u>	<u>1,635,398</u>	<u>114,850</u>
Total Expenditures	<u>13,610,316</u>	<u>13,546,492</u>	<u>\$ 15,824,000</u>	<u>\$ (2,277,508)</u>
Receipts Over (Under) Expenditures	0	500,000		
Unencumbered Cash, July 1	<u>4,230,000</u>	<u>4,230,000</u>		
Unencumbered Cash, June 30	<u>\$ 4,230,000</u>	<u>\$ 4,730,000</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2q**CAREER AND POSTSECONDARY EDUCATION****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		<u>2023</u>		<u>Variance</u>
	<u>2022</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
State Sources				
State Aid	\$ 0	\$ 4,624	\$ 9,425	\$ (4,801)
Other Sources				
Transfers from Other Funds	<u>1,160,914</u>	<u>1,314,053</u>	<u>1,350,000</u>	<u>(35,947)</u>
Total Cash Receipts	<u>1,160,914</u>	<u>1,318,677</u>	<u>\$ 1,359,425</u>	<u>\$ (40,748)</u>
Expenditures				
Instruction	1,160,914	1,279,809	\$ 1,350,000	\$ (70,191)
Transportation	<u>0</u>	<u>38,868</u>	<u>0</u>	<u>38,868</u>
Total Expenditures	<u>1,160,914</u>	<u>1,318,677</u>	<u>\$ 1,350,000</u>	<u>\$ (31,323)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ 0</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2r**BOND AND INTEREST FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

		2023		Variance
	2022			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
Local Sources				
Ad Valorem Taxes	\$ 5,085,010	\$ 5,325,062	\$ 5,078,308	\$ 246,754
Delinquent Tax	64,380	87,450	26,949	60,501
Other	2,186	0	0	0
County Sources				
Motor Vehicle Tax	586,343	598,524	595,547	2,977
Recreational Vehicle Tax	8,213	8,252	8,318	(66)
Commercial Vehicle Tax	28,889	33,539	30,916	2,623
State Sources				
State Aid	4,044,964	4,469,377	4,469,377	0
Total Cash Receipts	9,819,985	10,522,204	\$ 10,209,415	\$ 312,789
Expenditures				
Debt Service	10,112,410	10,157,676	\$ 10,157,776	\$ (100)
Total Expenditures	10,112,410	10,157,676	\$ 10,157,776	\$ (100)
Receipts Over (Under) Expenditures	(292,425)	364,528		
Unencumbered Cash, July 1	6,277,012	5,984,587		
Unencumbered Cash, June 30	\$ 5,984,587	\$ 6,349,115		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2s**CONTINGENCY RESERVE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	<u>2022 Actual</u>	<u>2023 Actual</u>
Cash Receipts		
Other Sources		
Transfers from Other Funds	\$ <u>0</u>	\$ <u>0</u>
Total Cash Receipts	<u>0</u>	<u>0</u>
Expenditures		
Transfers to Other Funds	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, July 1	<u>4,152,091</u>	<u>4,152,091</u>
Unencumbered Cash, June 30	\$ <u><u>4,152,091</u></u>	\$ <u><u>4,152,091</u></u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2t

FEDERAL GRANT FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2023
(With Comparative Actual for the Prior Year Ended June 30, 2022)

	Head Start					Title I			Title II-A
	Federal	Kansas	CARES	Summer Food	CACFP	Part D	Low Income	Carryover	Improve Teacher Quality
Cash Receipts									
Local Sources									
Other	\$ 202,014	\$ 0	\$ 0	\$ 25	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State Sources									
Other	0	199,295	0	0	0	0	0	0	0
Federal Sources									
Federal Aid	5,208,215	834,817	29,996	1,456	209,337	319,021	1,440,974	265,299	314,359
Medicaid	<u>5,626</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total cash receipts	<u>5,415,855</u>	<u>1,034,112</u>	<u>29,996</u>	<u>1,481</u>	<u>209,337</u>	<u>319,021</u>	<u>1,440,974</u>	<u>265,299</u>	<u>314,359</u>
Expenditures									
Instruction	1,791,779	420,083	0	0	0	321,166	1,075,098	265,299	0
Student Support Services	552,855	127,638	0	0	0	0	312,725	0	0
Instruction Support Staff	2,136,553	388,591	0	0	0	0	0	0	317,428
General Administration	6,832	0	0	0	0	0	56,200	0	0
School Administration	230,857	592	0	0	0	0	0	0	0
Other Supplemental Services	0	0	0	0	0	0	0	0	0
Central Services	37,061	0	0	0	0	0	0	0	0
Operations and Maintenance	461,346	0	0	0	0	0	0	0	0
Student Transportation	153,446	4,172	0	0	0	0	0	0	0
Facility and Acquisition	68,742	0	654,793	0	0	0	0	0	0
Food Service	<u>113,807</u>	<u>38,810</u>	<u>0</u>	<u>1,607</u>	<u>217,606</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>5,553,278</u>	<u>979,886</u>	<u>654,793</u>	<u>1,607</u>	<u>217,606</u>	<u>321,166</u>	<u>1,444,023</u>	<u>265,299</u>	<u>317,428</u>
Receipts Over (Under) Expenditures	(137,423)	54,226	(624,797)	(126)	(8,269)	(2,145)	(3,049)	0	(3,069)
Unencumbered Cash, July 1	<u>(255,594)</u>	<u>(126,238)</u>	<u>(38,675)</u>	<u>1,923</u>	<u>47,969</u>	<u>0</u>	<u>(18,654)</u>	<u>0</u>	<u>(7,864)</u>
Unencumbered Cash, June 30	<u>\$ (393,017)</u>	<u>\$ (72,012)</u>	<u>\$ (663,472)</u>	<u>\$ 1,797</u>	<u>\$ 39,700</u>	<u>\$ (2,145)</u>	<u>\$ (21,703)</u>	<u>\$ 0</u>	<u>\$ (10,933)</u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2t

FEDERAL GRANT FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2023
(With Comparative Actual for the Prior Year Ended June 30, 2022)

	<u>Title III</u>	<u>Title IV</u>	<u>Title VI-B</u>					
	<u>English</u>	<u>Student Supp.</u>	<u>Improvement</u>	<u>Carl</u>	<u>ESSER I</u>	<u>ESSER II</u>	<u>ESSER III</u>	
	<u>Language Acq.</u>	<u>& Acad. Enrich</u>	<u>Plan</u>	<u>Perkins</u>				
Cash Receipts								
Local Sources								
Other	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
State Sources								
Other	0	0	0	0	0	0	0	
Federal Sources								
Federal Aid	42,211	78,266	111,383	74,039	5,270	1,998,167	4,841,689	
Medicaid	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total cash receipts	<u>42,211</u>	<u>78,266</u>	<u>111,383</u>	<u>74,039</u>	<u>5,270</u>	<u>1,998,167</u>	<u>4,841,689</u>	
						293,518		
Expenditures								
Instruction	42,211	7,361	0	74,039	3,945	404,968	4,586,068	
Student Support Services	0	0	65,153	0	0	28,738	1,056,813	
Instruction Support Staff	0	79,782	46,230	0	0	0	299,604	
General Administration	0	3,002	0	0	0	0	24,240	
School Administration	0	0	0	0	0	6,495	75,450	
Other Supplemental Services	0	0	0	0	0	0	0	
Central Services	0	0	0	0	0	0	119,420	
Operations and Maintenance	0	0	0	0	0	0	145,078	
Student Transportation	0	0	0	0	0	0	68,817	
Facility and Acquisition	0	0	0	0	0	0	0	
Food Service	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>161,791</u>	
Total Expenditures	<u>42,211</u>	<u>90,145</u>	<u>111,383</u>	<u>74,039</u>	<u>3,945</u>	<u>440,201</u>	<u>6,537,281</u>	
Receipts Over (Under) Expenditures	0	(11,879)	0	0	1,325	1,557,966	(1,695,592)	
Unencumbered Cash, July 1	<u>0</u>	<u>(2,726)</u>	<u>0</u>	<u>0</u>	<u>(1,325)</u>	<u>(1,557,966)</u>	<u>(68,808)</u>	
Unencumbered Cash, June 30	<u>\$ 0</u>	<u>\$ (14,605)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (1,764,400)</u>	

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2t

FEDERAL GRANT FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2023
(With Comparative Actual for the Prior Year Ended June 30, 2021)

	KDHE COVID	Oakdale	Carl	Saline	Totals	Totals
	Testing	21st Century	Perkins	County	June 30, 2023	June 30, 2022
		CLC	Reserve	ARPA		
Cash Receipts						
Local Sources						
Other	\$ 0	\$ 0	\$ 0	\$ 0	\$ 202,039	\$ 154,110
State Sources						
Other	0	0	0	0	199,295	102,252
Federal Sources						
Federal Aid	4,300	70,000	5,716	0	15,854,515	12,616,909
Medicaid	0	0	0	0	5,626	2,564
	<u>4,300</u>	<u>70,000</u>	<u>5,716</u>	<u>0</u>	<u>16,261,475</u>	<u>12,875,835</u>
Total cash receipts	4,300	70,000	5,716	0	16,261,475	12,875,835
Expenditures						
Instruction	0	67,809	0	0	9,059,826	7,173,094
Student Support Services	0	0	0	0	2,143,922	750,443
Instruction Support Staff	0	0	5,705	3,088	3,276,981	3,536,004
General Administration	0	2,191	0	0	92,465	80,803
School Administration	0	0	0	0	313,394	185,666
Other Supplemental Services	0	0	11	0	11	185,666
Central Services	0	0	0	0	156,481	78,402
Operations and Maintenance	0	0	0	0	606,424	556,441
Student Transportation	0	0	0	0	226,435	402,178
Facility and Acquisition	0	0	0	0	723,535	64
Food Service	0	0	0	0	533,621	340,556
	<u>0</u>	<u>70,000</u>	<u>5,716</u>	<u>3,088</u>	<u>17,133,095</u>	<u>13,289,317</u>
Total Expenditures	0	70,000	5,716	3,088	17,133,095	13,289,317
Receipts Over (Under) Expenditures	4,300	0	0	(3,088)	(871,620)	(413,482)
Unencumbered Cash, July 1	(4,300)	0	0	0	(2,032,258)	(398,925)
Unencumbered Cash, June 30	\$ 0	\$ 0	\$ 0	\$ (3,088)	\$ (2,903,878)	\$ (812,407)

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2u**HEALTH INSURANCE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	<u>2022 Actual</u>	<u>2023 Actual</u>
Cash Receipts		
Local Sources		
Interest	\$ 20,292	\$ 88,928
Employee Paid Health Insurance	3,164,404	3,370,022
Retiree Paid Health Insurance	319,025	339,543
Other Sources		
Employer Paid Health Insurance	<u>7,865,400</u>	<u>8,223,400</u>
Total Cash Receipts	<u>11,369,121</u>	<u>12,021,893</u>
Expenditures		
Claims and Administrative Services	<u>10,929,586</u>	<u>11,774,349</u>
Total expenditures	<u>10,929,586</u>	<u>11,774,349</u>
Receipts Over (Under) Expenditures	439,535	247,544
Unencumbered Cash, July 1	<u>7,509,928</u>	<u>7,949,463</u>
Unencumbered Cash, June 30	<u>\$ 7,949,463</u>	<u>\$ 8,197,007</u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2v

GIFTS AND GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	<u>CKCIE Transition</u>	<u>Head Start Nonfederal</u>	<u>Kansas Preschool Pilot</u>	<u>Mental Health Intervention</u>	<u>Other Grants</u>
Cash Receipts					
Local Sources					
Other	\$ 4,900	\$ 5,500	\$ 0	\$ 0	\$ 179,594
State Sources					
State Aid	0	0	94,900	370,927	37,613
Federal Sources					
Federal Aid	<u>0</u>	<u>0</u>	<u>91,831</u>	<u>0</u>	<u>0</u>
Total Cash Receipts	<u>4,900</u>	<u>5,500</u>	<u>186,731</u>	<u>370,927</u>	<u>217,207</u>
Expenditures					
Instruction	0	0	91,427	0	168,682
Student Support Services	0	11,700	30,854	370,927	0
Instruction Support Staff	1,731	399	47,580	0	0
Other Support Services	0	0	0	0	0
Operations and Maintenance	0	0	17,840	0	37,613
Student Transportation	0	0	2,099	0	0
Food Service	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>1,731</u>	<u>12,099</u>	<u>189,800</u>	<u>370,927</u>	<u>206,295</u>
Receipts Over (Under) Expenditures	3,169	(6,599)	(3,069)	0	10,912
Unencumbered Cash, July 1	<u>4,888</u>	<u>18,779</u>	<u>(52,650)</u>	<u>0</u>	<u>47,862</u>
Unencumbered Cash, June 30	\$ <u><u>8,057</u></u>	\$ <u><u>12,180</u></u>	\$ <u><u>(55,719)</u></u>	\$ <u><u>0</u></u>	\$ <u><u>58,774</u></u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2v

GIFTS AND GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	Social Worker Overcoming Barriers	Teacher Leadership Academy	Athletic Advertising	Totals June 30, 2023	Totals June 30, 2022
Cash Receipts					
Local Sources					
Other	\$ 2,500	\$ 15,000	\$ 63,325	\$ 270,819	\$ 188,758
State Sources			0		
State Aid	0	0	0	503,440	457,035
Federal Sources			0		
Federal Aid	0	0	0	91,831	97,598
Total Cash Receipts	<u>2,500</u>	<u>15,000</u>	<u>63,325</u>	<u>866,090</u>	<u>743,391</u>
Expenditures					
Instruction	0	0	63,656	323,765	279,717
Student Support Services	1,672	0	0	415,153	418,979
Instruction Support Staff	0	9,641	0	59,351	1,461
Other Support Services	0	0	259	259	0
Operations and Maintenance	0	0	0	55,453	31,318
Student Transportation	0	0	0	2,099	524
Food Service	0	0	0	0	0
Total Expenditures	<u>1,672</u>	<u>9,641</u>	<u>63,915</u>	<u>856,080</u>	<u>731,999</u>
Receipts Over (Under) Expenditures	828	5,359	(590)	10,010	11,392
Unencumbered Cash, July 1	<u>2,427</u>	<u>24,148</u>	<u>1,231</u>	<u>46,685</u>	<u>35,293</u>
Unencumbered Cash, June 30	\$ <u>3,255</u>	\$ <u>29,507</u>	\$ <u>641</u>	\$ <u>56,695</u>	\$ <u>46,685</u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2w**TEXTBOOK RENTAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual
Cash Receipts		
Local Sources		
Rental Fees and Other	\$ 197,474	\$ 185,899
Other Sources		
Transfers from Other Funds	<u>500,000</u>	<u>1,300,717</u>
Total Cash Receipts	<u>697,474</u>	<u>1,486,616</u>
Expenditures		
Instruction	<u>1,402,154</u>	<u>768,448</u>
Receipts Over (Under) Expenditures	(704,680)	718,168
Unencumbered Cash, July 1	<u>1,201,168</u>	<u>496,488</u>
Unencumbered Cash, June 30	\$ <u><u>496,488</u></u>	\$ <u><u>1,214,656</u></u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2x**STEWART LIBRARY TRUST FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended June 30, 2023

(With Comparative Actual for the Prior Year Ended June 30, 2022)

	2022 Actual	2023 Actual
Cash Receipts		
Local Sources		
Interest	\$ 40	\$ 567
Expenditures		
Student Support Services	522	0
Receipts Over (Under) Expenditures	(482)	567
Unencumbered Cash, July 1	33,240	32,758
Unencumbered Cash, June 30	\$ 32,758	\$ 33,325

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 3**AGENCY FUNDS****SCHEDULE OF RECEIPTS, EXPENDITURES, AND CASH BALANCES****REGULATORY BASIS**

For the Year Ended June 30, 2023

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Student Organization Funds				
Central High School	\$ 216,055	\$ 337,560	\$ 345,680	\$ 207,935
South High School	150,553	256,663	248,392	158,824
Lakewood Middle School	23,808	34,220	31,100	26,928
South Middle School	24,998	32,243	32,130	25,111
Heusner Elementary School	2,218	1,090	375	2,933
Special Education	19,649	21,439	24,358	16,730
Subtotal Student Organization Funds	437,281	683,215	682,035	438,461
Other Agency funds	3,361,272	22,232	0	3,383,504
Total Student Organization Funds	\$ <u>3,798,553</u>	\$ <u>705,447</u>	\$ <u>682,035</u>	\$ <u>3,821,965</u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 4**DISTRICT ACTIVITY FUNDS****SCHEDULE OF RECEIPTS, EXPENDITURES, AND CASH BALANCES****REGULATORY BASIS**

For the Year Ended June 30, 2023

	Beginning Cash Balance	Cash Receipts	Expenditures	Ending Cash Balance
Central High School				
Athletic Gate Receipts	\$ 87,062	\$ 124,219	\$ 102,483	\$ 108,798
Special Projects	34,851	50,295	43,684	41,462
Subtotal Central High School	121,913	174,514	146,167	150,260
South High School				
Athletic Gate Receipts	91,434	129,508	120,350	100,592
Special Projects	33,183	53,658	41,576	45,265
BOE Funds	0	115	0	115
Subtotal South High School	124,617	183,281	161,926	145,972
Lakewood Middle School				
Athletic Gate Receipts	15,249	24,641	15,277	24,613
Special Projects	19,129	78,420	63,315	34,234
Subtotal Lakewood Middle School	34,378	103,061	78,592	58,847
South Middle School				
Athletic Gate Receipts	24,377	29,112	22,806	30,683
Special Projects	36,973	31,039	41,125	26,887
Subtotal South Middle School	61,350	60,151	63,931	57,570
Special Education	108	865	761	212
Total District Activity Funds	\$ 342,366	\$ 521,872	\$ 451,377	\$ 412,861

See Independent Auditor's Report

Salina Unified School District Number 305

Salina, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program Title or Cluster Title	Federal CFDA Number	Program Revenue Amount	Program Expenditure Amount
U.S DEPARTMENT OF AGRICULTURE			
<i>Pass-through Kansas Department of Education</i>			
Child Nutrition Cluster			
School Breakfast Program	10.553	\$ 552,649	\$ 552,649
National School Lunch Program (NSLP)	10.555	2,880,130	2,880,130
Summer Food Service Program	10.559	254,350	254,350
Total Child Nutrition Cluster		3,687,129	3,687,129
Child and Adult Care Food Program	10.558	209,336	209,336
TOTAL DEPARTMENT OF AGRICULTURE		3,896,465	3,896,465
U.S. DEPARTMENT OF EDUCATION			
<i>Pass-through Kansas Department of Education</i>			
Adult Education-Basic Grants to States	84.002	134,047	134,047
Title I Grants	84.010	2,025,294	2,030,487
Career and Technical Education	84.048	79,755	79,755
Title IV 21st Century Community Learning Center	84.287	70,000	70,000
English Language Acquisition	84.365	42,211	42,211
Improving Teacher Quality State Grants	84.367	314,359	317,429
Title VI State Assessments	84.369	385	385
Student Support & Academic Enrichment Grants	84.424	78,266	90,144
Elementary & Secondary School Emergency Relief	84.425	7,003,887	7,140,187
		9,748,204	9,904,645
Special Education Cluster			
Special Education - Grants to States	84.027	3,954,776	3,954,776
Special Education - Preschool Grants	84.173	137,493	137,493
Total Special Education Cluster		4,092,269	4,092,269
TOTAL DEPARTMENT OF EDUCATION		13,840,473	13,996,914
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Direct aid</i>			
Head Start Cluster			
Early Head Start - Childcare Partnership	93.575	619,147	586,447
Temporary Assistance for Needy Families	93.558	307,501	289,045
Head Start	93.600	5,238,210	6,000,431
Total Head Start Cluster		6,164,858	6,875,923
KDHE K-12 Covid Testing Grant	93.323	4,300	0
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES		6,169,158	6,875,923

See accompanying notes to this schedule.

Salina Unified School District Number 305
Salina, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2023

Federal Grantor/ Pass Through Grantor/ Program Title or Cluster Title	Federal CFDA Number	Program Revenue Amount	Program Expenditure Amount
U.S. DEPARTMENT OF TREASURY			
<i>Pass-through Kansas Department of Education</i>			
Saline County ARPA	21.027	0	3,088
 TOTAL DEPARTMENT OF TREASURY		0	3,088
 TOTAL FEDERAL AWARDS		\$ 23,906,096	\$ 24,772,390

Medicaid is not considered federal funds for purposes of the Schedule of Federal Awards.
The District did not provide federal awards to sub-recipients for the year ended
June 30, 2023.

See accompanying notes to this schedule.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the year ended June 30, 2023

NOTE A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Salina Unified School District Number 305 under programs of the federal government for the year ended June 30, 2023. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Salina Unified School District Number 305, it is not intended to and does not present the financial position, changes in net assets or cash flows of the District.

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the regulatory basis of accounting as described in the *Kansas Municipal Audit and Accounting Guide* (KMAAG). The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above. Expenditures as reported on the Schedule are recognized under the basis described above and follow the cost principles contained in the Uniform Guidance regarding *Cost Principles* wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE C. NON-CASH ASSISTANCE, INSURANCE AND LOANS

The District did not receive or expend any Federal awards in the form of noncash assistance, insurance, loans or loan guarantees for the year ended June 30, 2023.

NOTE D. INDIRECT COST RATES

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

SPECIAL REPORTS

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

Board of Education
Salina Unified School District Number 305
Salina, Kansas

We have audited, 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, the financial statements of Salina Unified School District Number 305, Salina, Kansas, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which comprise the District's regulatory basis financial statements, and have issued our report thereon dated September 18, 2023. The District prepares its financial statement on a regulatory basis of accounting which demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide*, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report Internal Control over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial 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.

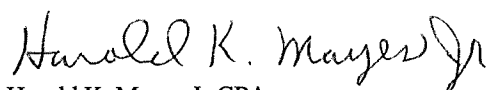
Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we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

Report Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

A handwritten signature in black ink that reads "Harold K. Mayes Jr." with a stylized flourish at the end.

Harold K. Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
September 18, 2023

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

Board of Education
Salina Unified School District Number 305
Salina, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Salina Unified School District Number 305'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 Salina Unified School District Number 305's major federal programs for the year ended June 30, 2023. Salina Unified School District Number 305'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, Salina Unified School District Number 305 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 Salina Unified School District Number 305 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 Salina Unified School District Number 305'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 Salina Unified School District Number 305'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 Salina Unified School District Number 305'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 Salina Unified School District Number 305'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 Salina Unified School District Number 305'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 Salina Unified School District Number 305'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 Salina Unified School District Number 305's internal control over compliance. Accordingly, no such opinion is expressed.

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

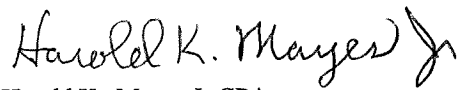
Report on Internal Control over Compliance

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

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

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

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

A handwritten signature in black ink that reads "Harold K. Mayes Jr." with a stylized flourish at the end.

Harold K . Mayes Jr CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
September 18, 2023

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas****SCHEDULE OF FINDINGS AND QUESTIONED COSTS****For Year Ended June 30, 2023****SUMMARY OF AUDITOR'S RESULTS****Financial Statements**

Prepared in accordance with GAAP:

Adverse

Type of report the auditor issued on whether the financial statement audited was prepared in accordance with regulatory basis:

Unmodified

Internal control over financial reporting

Material weakness(es) identified?

No

Significant deficiencies identified not considered to be material weaknesses:

None reported

Noncompliance material to financial statements noted?

No**Federal Awards**

Internal control over major programs:

Material weakness(es) identified?

No

Significant deficiencies identified not considered to be material weaknesses:

No

Type of auditor's report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?

No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	<u>Amount</u>
U.S. Department of Agriculture		
Child Nutrition Cluster		
10.553	School Breakfast	\$ 552,649
10.555	National School Lunch	2,880,130
10.559	Summer Food Service Program	254,350
	Total Child Nutrition Cluster	3,687,129
10.558	Child and Adult Care Food Program	209,336
	Total U.S. Department of Agriculture	3,896,465
U.S. Department of Education		
Special Education Cluster		
84.027	Special Education	3,954,776
84.173	Special Education - Preschool	137,493
	Total Special Ed	4,092,269
84.010	Title I	2,030,487
84.367	Title II	317,429
	Total U.S. Department of Education	6,440,185
	Total	\$ 10,336,650

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as a low-risk auditee?

No

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