

SALINA UNIFIED SCHOOL DISTRICT NUMBER 305
Salina, Kansas

FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2025

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
Driver Training Fund	2i	25
Food Service Fund	2j	26
Professional Development Fund	2k	27
Parent Education Fund	2l	28
Summer School Fund	2m	29
Special Education Fund	2n	30
Career and Postsecondary Education	2o	31
Health Insurance Fund	2p	32
KPERS Special Retirement Contribution Fund	2q	33
Contingency Reserve	2r	34
Textbook Rental Fund	2s	35
Bond and Interest Fund	2t	36
Central Kansas Cooperative in Education Fund	2u	37
Stewart Library Trust Fund	2v	38
Federal Grant Funds	2w	39
Gifts and Grant Funds	2x	42
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, 2025, 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, 2025, 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, 2025, 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 whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 2, 2025 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, 2024 (not presented herein), and have issued our report dated September 18, 2024, which contained an unmodified opinion on the basic financial statement. The 2024 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 2024 actual column (2025 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2025 (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 2024 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 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 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 2024 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 2024 comparative information is fairly stated in all material respects in relation to the 2024 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 2, 2025

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Statement 1

**SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH**
For the Year Ended June 30, 2025

	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	\$ 59,340,887	\$ 59,340,887	\$ 0	\$ 234,927	\$ 234,927
Supplemental General	654,368	0	19,580,011	19,490,175	744,204	0	744,204
Special Purpose Funds							
Adult Education	518,837	0	701,659	687,905	532,591	2,500	535,091
Preschool-Aged At Risk	0	0	277,242	277,242	0	0	0
At Risk (K-12)	500,000	0	13,575,001	13,575,001	500,000	0	500,000
Bilingual Education	0	0	825,027	825,027	0	0	0
Virtual Education	0	0	391,288	391,288	0	300	300
Capital Outlay	16,156,153	0	10,282,305	10,369,092	16,069,366	3,401,927	19,471,293
Central Kansas Cooperative In Education	5,198,271	0	29,146,742	31,260,910	3,084,103	4,071	3,088,174
Driver Training	59,343	0	17,602	15,221	61,724	0	61,724
Food Service	1,130,014	0	4,843,114	4,816,461	1,156,667	3,312	1,159,979
KPERS Special Retirement Contribution	0	0	9,769,692	9,769,692	0	0	0
Parent Education	51,534	0	146,584	146,584	51,534	0	51,534
Professional Development	744,845	0	723,268	559,548	908,565	105,529	1,014,094
Summer School	16,738	0	6,750	8,073	15,415	0	15,415
Special Education	4,732,447	0	15,072,125	14,524,572	5,280,000	0	5,280,000
Career and Postsecondary Education	0	0	751,052	751,052	0	173	173
Non-Budgeted							
Contingency Reserve	4,152,091	0	0	0	4,152,091	0	4,152,091
Federal Grants	(2,178,510)	0	13,424,247	11,427,754	(182,017)	17,695	(164,322)
Health Insurance	8,121,420	0	12,164,668	12,877,884	7,408,204	0	7,408,204
Gifts and Grants	119,596	0	1,047,003	1,154,575	12,024	123,453	135,477
Textbook Rental	1,142,680	0	1,191,528	666,109	1,668,099	266,954	1,935,053

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, 2025

	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	\$ 7,271,667	\$ 0	\$ 11,695,772	\$ 11,354,312	\$ 7,613,127	\$ 0	\$ 7,613,127
Trust Funds							
Stewart Library Trust	33,753	0	1,385	0	35,138	0	35,138
District Activities							
District Activity Funds	410,260	0	585,082	579,132	416,210	0	416,210
Total Reporting Entity (excluding agency funds)	\$ 48,835,507	\$ 0	\$ 205,560,034	\$ 204,868,496	\$ 49,527,045	\$ 4,160,841	\$ 53,687,886

Composition of Ending Statutory Cash:

Bank Deposits	\$ 50,772,016
Other Securities	7,408,204
Total cash	58,180,220
Agency Funds per Schedule 3	(4,492,334)
Total Reporting Entity (excluding agency funds)	\$ 53,687,886

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2025

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, 2025

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. A revenue neutral rate hearing was held for the 2025 fiscal year.

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.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2025

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.

As of June 30, 2025, the District had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)		Rating U.S.
		Less than 1	1-2	
U.S. Government Agencies				
United State Treasury				
Notes	\$ 5,502,226	\$ 3,751,787	\$ 1,750,439	S&P A-1+
Federated Government				
Obligations	<u>1,950,801</u>	<u>1,950,801</u>	<u>0</u>	
Total Fair Value	<u>\$ 7,453,027</u>	<u>\$ 5,702,588</u>	<u>\$ 1,750,439</u>	
Securities at cost	\$ 7,408,204	\$ 5,668,170	1,740,034	
Unrealized gain (loss)	<u>\$ 44,823</u>	<u>\$ 34,418</u>	<u>\$ 10,405</u>	

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, 2025 is as follows:

<u>Investments - For Insurance Fund</u>	<u>Percentage of Investments</u>
U.S. Treasury Notes	73.83%
Federated Government Obligations	<u>26.17%</u>
	<u>100.00%</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, 2025.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2025

NOTE E. DEPOSITS AND INVESTMENTS - continued

At June 30, 2025, the carrying amount of the District's bank deposits was \$50,772,016 (which includes petty cash funds) and the bank balance was \$57,741,935. The bank balance was held by four banks reducing concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$842,188 was covered by federal depository insurance and \$56,899,747 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, 2025

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>Payments</u>	<u>Ending Balance</u>	<u>Interest Paid</u>
Series 2016, School Refunding	1.95%	6/30/2016	\$ 8,320,000	9/1/2026	\$ 8,320,000	0	\$ 8,320,000	\$ 332,800
Series 2017, School Refunding	2.74%	9/7/2017	9,125,000	9/1/2032	6,925,000	1,000,000	5,925,000	192,750
Series 2019, School Refunding	2.47%	9/25/2019	65,055,000	9/1/2031	41,195,000	675,000	40,520,000	893,694
Series 2021, School Refunding	1.36%	5/25/2021	16,845,000	9/1/2029	14,955,000	6,845,000	8,110,000	130,568
Series 2023, School Refunding	3.64%	9/1/2023	12,060,000	9/1/2031	12,060,000	700,000	11,360,000	585,500
					<u>\$ 83,455,000</u>	<u>\$ 9,220,000</u>	<u>\$ 74,235,000</u>	<u>\$ 2,135,312</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>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>	<u>2031-2033</u>	<u>Total</u>
General obligation bonds							
Principal	\$ 9,655,000	\$ 10,000,000	\$ 10,550,000	\$ 11,090,000	\$ 11,490,000	\$ 21,450,000	\$ 74,235,000
Interest	1,952,861	1,655,174	1,354,241	1,088,424	793,902	631,159	7,475,760
	<u>\$ 11,607,861</u>	<u>\$ 11,655,174</u>	<u>\$ 11,904,241</u>	<u>\$ 12,178,424</u>	<u>\$ 12,283,902</u>	<u>\$ 22,081,159</u>	<u>\$ 81,710,760</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, 2025, the statutory limit for the District was \$92,693,917, for which the outstanding indebtedness of the District in the amount of \$74,235,000 is within the debt limit. In the past, the District has exceeded the debt limit, 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, 2025

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>
2025	\$ 252,715	\$ 13,500	\$ 266,215

Current year rental payments under operating leases were \$266,215

Minimum Future rental payments under operating leases as of June 30, 2025 are as follows:

<u>Operating Leases</u>	<u>Equipment</u>	<u>Buildings</u>	<u>Total</u>
<u>June 30,</u>			
2026	\$ 23,851	\$ 1,500	\$ 25,351
2027	23,851	1,500	25,351
2028	23,851	1,500	25,351
2029	10,501	1,500	12,001
2030	3,833	1,500	5,333
	\$ 85,887	\$ 7,500	\$ 93,387

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2025

NOTE G. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>Fund From</u>	<u>Fund To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General Fund	Virtual Education	K.S.A. 72-5167	\$ 70,429
General Fund	Capital Outlay	K.S.A. 72-5167	1,000,000
General Fund	Special Education	K.S.A. 72-5167	8,825,862
General Fund	Preschool-Aged At Risk	K.S.A. 72-5167	277,242
General Fund	At Risk (K-12)	K.S.A. 72-5167	10,633,934
Supplemental	Bilingual Education	K.S.A. 72-5143	825,027
Supplemental	Virtual Education	K.S.A. 72-5143	320,859
Supplemental	Food Service	K.S.A. 72-5143	731,695
Supplemental	Professional Development	K.S.A. 72-5143	650,000
Supplemental	Parent Education Program	K.S.A. 72-5143	51,534
Supplemental	Special Education	K.S.A. 72-5143	6,246,263
Supplemental	Career and Postsecondary Education	K.S.A. 72-5143	750,404
Supplemental	Textbook	K.S.A. 72-5143	1,000,000
Supplemental	At Risk (K-12)	K.S.A. 72-5143	2,941,067
Total Transfers			<u><u>\$ 34,324,316</u></u>

NOTE H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Health Insurance: During the year ended June 30, 2025 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 \$560 per month. 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, 2025

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, 2025.

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 13.38% and 12.57%, respectively, for the fiscal year ended June 30, 2024. The actuarially determined employer contribution rate and the statutory contribution rate was 11.60% and 11.54% for the fiscal year ended June 30, 2025.

The 2015 Legislature passed and the Governor approved Senate Bill 228 authorizing the issuance of \$1.0 billion in pension obligation bonds to fund a portion of the School-Group's unfunded actuarial liability. The bonds were successfully issued in August 2015 and the proceeds transferred to the System.

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, Series 2012K, net proceeds of \$500 million to fund a portion of the School-Group's unfunded actuarial liability. 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 paid off outstanding accounts receivable for KPERS – School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining \$871.1 million was applied to the KPERS – School unfunded actuarial liability. In Fiscal Year 2022, \$600 million was transferred in May/June 2022.

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled \$271.1 million. The first transfer of \$146.1 million was received on August 1, 2022. The second transfer of \$125 million was received on December 1, 2022.

Salina Unified School District Number 305
Salina, Kansas

NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2025

NOTE I. DEFINED BENEFIT PENSION PLAN - continued

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 \$9,769,692 for the year ended June 30, 2025.

Net Pension Liability

At June 30, 2025, the District's proportionate share of the collective net pension liability reported by KPERS was \$87,202,199. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. 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, 2024. 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, Professional Technical Staff and Administrators. Employer paid contributions are subject to a 10-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, 2025

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, 2025, the District received funding from the Foundation in the amount of \$65,338. 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, 2025: Federal Head Start, Kansas Head Start, Title I Part D, Title I Low Income, Title II-A Improve Teacher Quality, Title IV Student Support and Academic Enrichment, KS Stronger Connection Grant, SPS Teacher Apprenticeship, ESEA School Improvement Grant, Kansas Preschool Pilot, and Mental Health Intervention. Each of these funds are financed by Federal and State governmental agencies and the District is 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 2, 2025 the date the financial statement was available to be issued. No significant events were noted.

**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, 2025

	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	\$ 60,167,992	\$ (1,526,217)	\$ 699,112	\$ 59,340,887	\$ 59,340,887	\$ 0
Supplemental General	19,984,638	(494,463)	0	19,490,175	19,490,175	0
Special Purpose Funds						
Adult Education	775,000	0	0	775,000	687,905	(87,095)
Preschool-Aged At Risk	282,000	0	0	282,000	277,242	(4,758)
At Risk (K-12)	14,490,200	0	0	14,490,200	13,575,001	(915,199)
Bilingual Education	830,000	0	0	830,000	825,027	(4,973)
Virtual Education	584,085	0	0	584,085	391,288	(192,797)
Capital Outlay	16,964,161	0	0	16,964,161	10,369,092	(6,595,069)
Central Kansas Cooperative In Education	33,199,775	0	0	33,199,775	31,260,910	(1,938,865)
Driver Training	59,000	0	0	59,000	15,221	(43,779)
Food Service	5,890,000	0	0	5,890,000	4,816,461	(1,073,539)
KPERS Special Retirement Contribution	11,899,919	0	0	11,899,919	9,769,692	(2,130,227)
Parent Education	160,500	0	0	160,500	146,584	(13,916)
Professional Development	875,000	0	0	875,000	559,548	(315,452)
Summer School	25,000	0	0	25,000	8,073	(16,927)
Special Education	16,500,000	0	0	16,500,000	14,524,572	(1,975,428)
Career and Postsecondary Education	839,373	0	0	839,373	751,052	(88,321)
Bond and Interest Fund						
Debt Service	11,354,412	0	0	11,354,412	11,354,312	(100)
Total of all Funds	\$ 194,881,055	\$ (2,020,680)	\$ 699,112	\$ 193,559,487	\$ 178,163,042	\$ (15,396,445)

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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		Variance Over (Under)	
	<u>2024</u> <u>Actual</u>	<u>Actual</u>	<u>Budget</u>		
Cash Receipts					
Local Sources					
Student Activities	\$ 8,216	\$ 15,213	\$ 0	\$ 15,213	
Other	241,203	209,923	0	209,923	
County Sources					
Mineral Production Tax	135	94	0	94	
State Sources					
General State Aid	47,432,980	49,815,819	50,117,992	(302,173)	
Special Education Aid	8,046,984	8,825,862	10,050,000	(1,224,138)	
State Aid Reimbursement	450,056	473,976	0	473,976	
Total Cash Receipts	<u>56,179,574</u>	<u>59,340,887</u>	\$ <u>60,167,992</u>	\$ <u>(827,105)</u>	
Expenditures					
Instruction	18,056,837	22,549,342	\$ 20,765,730	\$ 1,783,612	
Student Support Services	2,882,274	3,312,441	3,198,650	113,791	
Instructional Support Staff	1,858,577	2,024,813	1,965,741	59,072	
General Administration	426,357	472,316	505,300	(32,984)	
School Administration	3,540,119	3,701,389	3,811,500	(110,111)	
Central Services	3,638,953	2,905,205	3,664,500	(759,295)	
Operations and Maintenance	2,347,026	2,313,450	2,536,245	(222,795)	
Student Transportation	1,241,324	1,254,464	1,428,500	(174,036)	
Transfers to Other Funds	22,188,107	20,807,467	22,291,826	(1,484,359)	
Adjustment to Comply with Legal Max	<u>0</u>	<u>0</u>	<u>(1,526,217)</u>	<u>1,526,217</u>	
Legal General Fund Budget	56,179,574	59,340,887	58,641,775	699,112	
Adjustment for Qualifying					
Budget Credits	<u>0</u>	<u>0</u>	<u>699,112</u>	<u>(699,112)</u>	
Total Expenditures	<u>56,179,574</u>	<u>59,340,887</u>	\$ <u>59,340,887</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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		Variance Over (Under)	
	2024 <u>Actual</u>	<u>Actual</u>	<u>Budget</u>		
Cash Receipts					
Local Sources					
Ad Valorem Taxes	\$ 8,454,300	\$ 8,941,351	\$ 9,521,978	\$ (580,627)	
Delinquent Tax	125,012	143,627	44,580	99,047	
County Sources					
Motor Vehicle Tax	832,659	887,336	827,739	59,597	
Recreational Vehicle Tax	11,895	11,170	11,848	(678)	
Commercial Vehicle Tax	48,028	48,290	42,246	6,044	
State Sources					
Supplemental State Aid	<u>9,097,772</u>	<u>9,548,237</u>	<u>9,790,474</u>	<u>(242,237)</u>	
Total Cash Receipts	<u>18,569,666</u>	<u>19,580,011</u>	<u>\$ 20,238,865</u>	<u>\$ (658,854)</u>	
Expenditures					
Instructional Support Staff	374,997	314,347	\$ 693,440	\$ (379,093)	
Central Services	16,040	15,566	17,000	(1,434)	
Operations and Maintenance	5,157,921	5,643,414	6,046,909	(403,495)	
Transfers to Other Funds	12,889,980	13,516,848	13,227,289	289,559	
Adjustment to Comply with Legal Max	<u>0</u>	<u>0</u>	<u>(494,463)</u>	<u>494,463</u>	
Legal Fund Budget	18,438,938	19,490,175	19,490,175	0	
Adjustment for Qualifying					
Budget Credits	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total Expenditures	<u>18,438,938</u>	<u>19,490,175</u>	<u>\$ 19,490,175</u>	<u>\$ 0</u>	
Receipts Over (Under) Expenditures	130,728	89,836			
Unencumbered Cash, July 1	<u>523,640</u>	<u>654,368</u>			
Unencumbered Cash, June 30	<u>\$ 654,368</u>	<u>\$ 744,204</u>			

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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Local Sources				
Ad Valorem Taxes	\$ 406,390	\$ 412,195	\$ 408,058	\$ 4,137
Delinquent Tax	6,181	7,007	2,140	4,867
Other	10,603	21,501	10,000	11,501
Reimbursements	2,291	1,657	0	1,657
County Sources				
Motor Vehicle Tax	41,703	43,932	41,353	2,579
Recreational Vehicle Tax	595	555	592	(37)
Commercial Vehicle Tax	2,442	2,332	2,111	221
State Sources				
State Aid	62,349	59,162	59,162	0
Federal Sources				
Federal Aid	148,387	153,318	152,818	500
Total Cash Receipts	<u>680,941</u>	<u>701,659</u>	<u>\$ 676,234</u>	<u>\$ 25,425</u>
Expenditures				
Instruction	476,229	475,375	\$ 560,500	\$ (85,125)
Instructional Support Staff	85,116	84,261	95,000	(10,739)
School Administration	89,686	103,596	99,000	4,596
Central Services	3,860	9,493	0	9,493
Operations and Maintenance	15,710	15,180	20,500	(5,320)
Total Expenditures	<u>670,601</u>	<u>687,905</u>	<u>\$ 775,000</u>	<u>\$ (87,095)</u>
Receipts Over (Under) Expenditures	10,340	13,754		
Unencumbered Cash, July 1	<u>508,497</u>	<u>518,837</u>		
Unencumbered Cash, June 30	<u>\$ 518,837</u>	<u>\$ 532,591</u>		

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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Other Sources				
Transfers from Other Funds	\$ 256,075	\$ 277,242	\$ 282,000	\$ (4,758)
Expenditures				
Instruction	12,000	114,053	\$ 0	\$ 114,053
Instructional Support Staff	29,059	30,685	30,768	(83)
School Administration	76,792	72,696	137,848	(65,152)
Operations and Maintenance	138,224	59,808	113,384	(53,576)
Total Expenditures	256,075	277,242	\$ 282,000	\$ (4,758)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	\$ 0	\$ 0		

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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Local Sources				
Individual (Summer School)	\$ 79	\$ 0	\$ 100	\$ (100)
Other Sources				
Transfers from Other Funds	13,217,921	13,575,001	13,991,496	(416,495)
Total Cash Receipts	<u>13,218,000</u>	<u>13,575,001</u>	<u>\$ 13,991,596</u>	<u>\$ (416,595)</u>
Expenditures				
Instruction	12,078,404	11,717,065	\$ 12,681,700	\$ (964,635)
Student Support Services	859,531	1,612,348	1,483,500	128,848
Student Transportation	<u>280,065</u>	<u>245,588</u>	<u>325,000</u>	<u>(79,412)</u>
Total Expenditures	<u>13,218,000</u>	<u>13,575,001</u>	<u>\$ 14,490,200</u>	<u>\$ (915,199)</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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		
	<u>2024</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Cash Receipts				
Other Sources				
Transfers from Other Funds	\$ 1,194,247	\$ 825,027	\$ 830,000	\$ (4,973)
Expenditures				
Instruction	1,194,247	825,027	\$ 830,000	\$ (4,973)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	0	0		
Unencumbered Cash, June 30	\$ 0	\$ 0		

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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		
	<u>2024</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Cash Receipts				
Other Sources				
Transfer from Other Funds	\$ <u>310,500</u>	\$ <u>391,288</u>	\$ <u>584,085</u>	\$ <u>(192,797)</u>
Total Cash Receipts	<u>310,500</u>	<u>391,288</u>	<u>\$ 584,085</u>	<u>\$ (192,797)</u>
Expenditures				
Instruction	149,218	253,551	\$ 407,450	\$ (153,899)
Instructional Support Staff	20,304	21,303	22,105	(802)
School Administration	127,771	102,799	137,440	(34,641)
Central Services	10,791	11,312	14,140	(2,828)
Operations and Maintenance	<u>2,416</u>	<u>2,323</u>	<u>2,950</u>	<u>(627)</u>
Total Expenditures	<u>310,500</u>	<u>391,288</u>	<u>\$ 584,085</u>	<u>\$ (192,797)</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, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		Variance Over (Under)	
	<u>2024 Actual</u>	<u>Actual</u>	<u>Budget</u>		
Cash Receipts					
Local Sources					
Ad Valorem Taxes	\$ 4,389,578	\$ 4,487,168	\$ 4,352,121	\$ 135,047	
Delinquent Tax	65,934	74,744	23,070	51,674	
Interest	1,982,575	1,834,076	1,700,000	134,076	
Other	205,159	230,558	200,000	30,558	
County Sources					
Motor Vehicle Tax	444,830	468,607	443,166	25,441	
Recreational Vehicle Tax	6,349	5,919	6,344	(425)	
Commercial Vehicle Tax	26,050	24,873	22,618	2,255	
In Lieu of Taxes	4,312	0	0	0	
State Sources					
State Aid	2,032,085	2,156,360	2,156,360	0	
Other Sources					
Transfers from Other Funds	<u>3,216,506</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>0</u>	
Total Cash Receipts	<u>12,373,378</u>	<u>10,282,305</u>	\$ <u>9,903,679</u>	\$ <u>378,626</u>	
Expenditures					
Instruction	3,309,054	2,902,182	\$ 5,820,471	\$ (2,918,289)	
Instructional Support Staff	197,288	206,702	258,000	(51,298)	
Central Services	198,090	170,031	185,000	(14,969)	
Operations and Maintenance	1,915,983	1,995,214	1,438,800	556,414	
Student Transportation	8,876	126,146	162,000	(35,854)	
Facility Acquisition and Construction	<u>3,211,851</u>	<u>4,968,817</u>	<u>9,099,890</u>	<u>(4,131,073)</u>	
Total Expenditures	<u>8,841,142</u>	<u>10,369,092</u>	\$ <u>16,964,161</u>	\$ <u>(6,595,069)</u>	
Receipts Over (Under) Expenditures	3,532,236	(86,787)			
Unencumbered Cash, July 1	<u>12,623,917</u>	<u>16,156,153</u>			
Unencumbered Cash, June 30	\$ <u>16,156,153</u>	\$ <u>16,069,366</u>			

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Schedule 2i

DRIVER TRAINING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		
	<u>2024</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Cash Receipts				
Local Sources				
Other	\$ 20,235	\$ 11,077	\$ 10,000	\$ 1,077
State Sources				
State Aid	<u>15,225</u>	<u>6,525</u>	<u>6,075</u>	<u>450</u>
Total Cash Receipts	<u>35,460</u>	<u>17,602</u>	<u>\$ 16,075</u>	<u>\$ 1,527</u>
Expenditures				
Instruction	26,257	14,637	\$ 56,500	\$ (41,863)
Operations and Maintenance	<u>881</u>	<u>584</u>	<u>2,500</u>	<u>(1,916)</u>
Total Expenditures	<u>27,138</u>	<u>15,221</u>	<u>\$ 59,000</u>	<u>\$ (43,779)</u>
Receipts Over (Under) Expenditures	8,322	2,381		
Unencumbered Cash, July 1	<u>51,021</u>	<u>59,343</u>		
Unencumbered Cash, June 30	<u>\$ 59,343</u>	<u>\$ 61,724</u>		

See Independent Auditor's Report.

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

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Local Sources				
Food Service	\$ 918,774	\$ 909,369	\$ 1,051,143	\$ (141,774)
Other	56,934	35,754	50,000	(14,246)
State Sources				
State Aid	41,340	39,046	30,500	8,546
Federal Sources				
Federal Aid	3,483,635	3,127,250	3,381,564	(254,314)
Other Sources				
Transfers from Other Funds	70,568	731,695	250,000	481,695
Total Cash Receipts	4,571,251	4,843,114	\$ 4,763,207	\$ 79,907
Expenditures				
Operations and Maintenance	47,435	48,120	\$ 51,850	\$ (3,730)
Food Service	4,803,104	4,768,341	5,838,150	(1,069,809)
Total Expenditures	4,850,539	4,816,461	\$ 5,890,000	\$ (1,073,539)
Receipts Over (Under) Expenditures	(279,288)	26,653		
Unencumbered Cash, July 1	1,409,302	1,130,014		
Unencumbered Cash, June 30	\$ 1,130,014	\$ 1,156,667		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2k**PROFESSIONAL DEVELOPMENT FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****REGULATORY BASIS****For the Year Ended June 30, 2025****(With Comparative Actual for the Prior Year Ended June 30, 2024)**

		<u>2025</u>		<u>Variance</u>
	<u>2024</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Cash receipts				
Local Sources				
Other	\$ 300	\$ 0	\$ 0	\$ 0
State Sources				
State Aid	83,596	73,268	90,252	(16,984)
Other Sources				
Transfers from Other Funds	<u>650,000</u>	<u>650,000</u>	<u>650,000</u>	<u>0</u>
Total Cash Receipts	<u>733,896</u>	<u>723,268</u>	<u>\$ 740,252</u>	<u>\$ (16,984)</u>
Expenditures				
Instructional Support Staff	<u>550,804</u>	<u>559,548</u>	<u>\$ 875,000</u>	<u>\$ (315,452)</u>
Total Expenditures	<u>550,804</u>	<u>559,548</u>	<u>\$ 875,000</u>	<u>\$ (315,452)</u>
Receipts Over (Under) Expenditures	183,092	163,720		
Unencumbered Cash, July 1	<u>561,753</u>	<u>744,845</u>		
Unencumbered Cash, June 30	<u>\$ 744,845</u>	<u>\$ 908,565</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Schedule 21

PARENT EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
State Sources				
State Aid	\$ 94,360	\$ 95,050	\$ 95,050	\$ 0
Other Sources				
Transfers from Other Funds	51,534	51,534	51,534	0
Total Cash Receipts	145,894	146,584	\$ 146,584	\$ 0
Expenditures				
Student Support Services	140,699	142,885	\$ 154,500	\$ (11,615)
Instructional Support Staff	5,195	3,699	6,000	(2,301)
Total Expenditures	145,894	146,584	\$ 160,500	\$ (13,916)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, July 1	51,534	51,534		
Unencumbered Cash, June 30	\$ 51,534	\$ 51,534		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305**Salina, Kansas**Schedule 2m**SUMMER SCHOOL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****REGULATORY BASIS****For the Year Ended June 30, 2025****(With Comparative Actual for the Prior Year Ended June 30, 2024)**

		<u>2025</u>		<u>Variance</u>
	<u>2024</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Cash Receipts				
Local Sources				
Other	\$ <u>7,640</u>	\$ <u>6,750</u>	\$ <u>12,000</u>	\$ <u>(5,250)</u>
Expenditures				
Instruction	<u>9,054</u>	<u>8,073</u>	\$ <u>25,000</u>	\$ <u>(16,927)</u>
Receipts Over (Under) Expenditures	(1,414)	(1,323)		
Unencumbered Cash, July 1	<u>18,152</u>	<u>16,738</u>		
Unencumbered Cash, June 30	\$ <u>16,738</u>	\$ <u>15,415</u>		

See Independent Auditor's Report.

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

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Federal Sources				
Federal Aid	\$ 196,356	\$ 0	\$ 0	\$ 0
Other Sources				
Transfers from Other Funds	13,465,324	15,072,125	16,050,000	(977,875)
Total Cash Receipts	13,661,680	15,072,125	16,050,000	(977,875)
Expenditures				
Instruction	12,010,878	12,490,154	\$ 14,569,260	\$ (2,079,106)
Special Area Admin Services	40,506	497,156	51,240	445,916
Student Transportation	1,607,849	1,537,262	1,879,500	(342,238)
Total Expenditures	13,659,233	14,524,572	\$ 16,500,000	\$ (1,975,428)
Receipts Over (Under) Expenditures	2,447	547,553		
Unencumbered Cash, July 1	4,730,000	4,732,447		
Unencumbered Cash, June 30	\$ 4,732,447	\$ 5,280,000		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Schedule 2o

CAREER AND POSTSECONDARY EDUCATION

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		<u>Variance Over (Under)</u>
	<u>2024 Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
State Sources				
State Aid	\$ 6,481	\$ 648	\$ 9,373	\$ (8,725)
Other Sources				
Transfers from Other Funds	<u>1,345,412</u>	<u>750,404</u>	<u>830,000</u>	<u>(79,596)</u>
Total Cash Receipts	<u>1,351,893</u>	<u>751,052</u>	\$ <u>839,373</u>	\$ <u>(88,321)</u>
Expenditures				
Instruction	1,345,412	745,694	\$ 820,000	\$ (74,306)
Transportation	<u>6,481</u>	<u>5,358</u>	<u>19,373</u>	<u>(14,015)</u>
Total Expenditures	<u>1,351,893</u>	<u>751,052</u>	\$ <u>839,373</u>	\$ <u>(88,321)</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 2p**HEALTH INSURANCE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

	<u>2024</u> <u>Actual</u>	<u>2025</u> <u>Actual</u>
Cash Receipts		
Local Sources		
Interest	\$ 249,890	\$ 325,307
Employee Paid Health Insurance	3,503,959	3,521,830
Retiree Paid Health Insurance	274,496	233,006
Other Sources		
Employer Paid Health Insurance	<u>7,786,430</u>	<u>8,084,525</u>
Total Cash Receipts	<u>11,814,775</u>	<u>12,164,668</u>
Expenditures		
Claims and Administrative Services	<u>11,890,362</u>	<u>12,877,884</u>
Total expenditures	<u>11,890,362</u>	<u>12,877,884</u>
Receipts Over (Under) Expenditures	(75,587)	(713,216)
Unencumbered Cash, July 1	<u>8,197,007</u>	<u>8,121,420</u>
Unencumbered Cash, June 30	<u>\$ 8,121,420</u>	<u>\$ 7,408,204</u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305

Salina, Kansas

Schedule 2q

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		<u>2025</u>		
	<u>2024</u>	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
	<u>Actual</u>			<u>(Under)</u>
Cash Receipts				
State Sources				
State Aid	\$ 10,347,756	\$ 9,769,692	\$ 11,899,919	\$ (2,130,227)
Total Cash Receipts	<u>10,347,756</u>	<u>9,769,692</u>	<u>\$ 11,899,919</u>	<u>\$ (2,130,227)</u>
Expenditures				
Instruction	6,627,837	6,227,296	\$ 7,494,529	\$ (1,267,233)
Student Support Services	1,266,152	1,182,329	1,481,214	(298,885)
Instructional Support Staff	728,101	747,013	842,144	(95,131)
General Administration	154,222	160,853	193,496	(32,643)
School Administration	439,357	412,894	520,416	(107,522)
Central Services	328,371	293,002	366,946	(73,944)
Operations and Maintenance	514,456	486,134	660,380	(174,246)
Student Transportation	18,820	9,033	21,685	(12,652)
Food Service	<u>270,440</u>	<u>251,138</u>	<u>319,109</u>	<u>(67,971)</u>
Total Expenditures	<u>10,347,756</u>	<u>9,769,692</u>	<u>\$ 11,899,919</u>	<u>\$ (2,130,227)</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

CONTINGENCY RESERVE FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

	<u>2024 Actual</u>	<u>2025 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 2s**TEXTBOOK RENTAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS****For the Year Ended June 30, 2025****(With Comparative Actual for the Prior Year Ended June 30, 2024)**

	<u>2024 Actual</u>	<u>2025 Actual</u>
Cash Receipts		
Local Sources		
Rental Fees and Other	\$ 182,198	\$ 191,528
Other Sources		
Transfers from Other Funds	<u>1,300,000</u>	<u>1,000,000</u>
Total Cash Receipts	<u>1,482,198</u>	<u>1,191,528</u>
Expenditures		
Instruction	<u>1,554,174</u>	<u>666,109</u>
Receipts Over (Under) Expenditures	(71,976)	525,419
Unencumbered Cash, July 1	<u>1,214,656</u>	<u>1,142,680</u>
Unencumbered Cash, June 30	\$ <u><u>1,142,680</u></u>	\$ <u><u>1,668,099</u></u>

See Independent Auditor's Report.

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

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Local Sources				
Ad Valorem Taxes	\$ 5,461,835	\$ 5,637,930	\$ 5,486,009	\$ 151,921
Delinquent Tax	84,786	94,926	28,763	66,163
Other	5,728	0	0	0
County Sources				
Motor Vehicle Tax	580,793	587,654	552,980	34,674
Recreational Vehicle Tax	8,307	7,418	7,915	(497)
Commercial Vehicle Tax	32,820	31,317	28,222	3,095
State Sources				
State Aid	4,296,860	5,336,527	5,336,527	0
Total Cash Receipts	<u>10,471,129</u>	<u>11,695,772</u>	<u>\$ 11,440,416</u>	<u>\$ 255,356</u>
Expenditures				
Debt Service	<u>9,548,577</u>	<u>11,354,312</u>	<u>\$ 11,354,412</u>	<u>\$ (100)</u>
Total Expenditures	<u>9,548,577</u>	<u>11,354,312</u>	<u>\$ 11,354,412</u>	<u>\$ (100)</u>
Receipts Over (Under) Expenditures	922,552	341,460		
Unencumbered Cash, July 1	<u>6,349,115</u>	<u>7,271,667</u>		
Unencumbered Cash, June 30	<u>\$ 7,271,667</u>	<u>\$ 7,613,127</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2u

CENTRAL KANSAS COOPERATIVE IN EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

		2025		Variance
	2024	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Local Sources				
Pmt From Other Districts/				
Gov't Sources	\$ 23,126,157	\$ 24,290,702	\$ 24,599,183	\$ (308,481)
Other	319,282	82,483	70,000	12,483
Federal Sources				
Federal Aid	3,691,031	3,680,189	3,680,189	0
Medicaid	1,577,050	1,093,368	1,500,000	(406,632)
Total Cash Receipts	<u>28,713,520</u>	<u>29,146,742</u>	<u>\$ 29,849,372</u>	<u>\$ (702,630)</u>
Expenditures				
Instruction	20,617,770	21,755,056	\$ 23,505,000	\$ (1,749,944)
Student Support Services	6,905,413	7,098,775	7,261,000	(162,225)
Instructional Support Staff	956,823	1,012,881	1,060,800	(47,919)
General Administration	1,017,901	1,210,013	1,190,500	19,513
Operations and Maintenance	167,636	180,285	181,725	(1,440)
Transportation	650	3,900	750	3,150
Total Expenditures	<u>29,666,193</u>	<u>31,260,910</u>	<u>\$ 33,199,775</u>	<u>\$ (1,938,865)</u>
Receipts Over (Under) Expenditures	(952,673)	(2,114,168)		
Unencumbered Cash, July 1	<u>6,150,944</u>	<u>5,198,271</u>		
Unencumbered Cash, June 30	<u>\$ 5,198,271</u>	<u>\$ 3,084,103</u>		

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2v

STEWART LIBRARY TRUST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2025
(With Comparative Actual for the Prior Year Ended June 30, 2024)

	<u>2024</u> <u>Actual</u>	<u>2025</u> <u>Actual</u>
Cash Receipts		
Local Sources		
Interest	\$ <u>568</u>	\$ <u>1,385</u>
Expenditures		
Student Support Services	<u>140</u>	<u>0</u>
Receipts Over (Under) Expenditures	428	1,385
Unencumbered Cash, July 1	<u>33,325</u>	<u>33,753</u>
Unencumbered Cash, June 30	\$ <u><u>33,753</u></u>	\$ <u><u>35,138</u></u>

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2w

FEDERAL GRANT FUNDS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2025
(With Comparative Actual for the Prior Year Ended June 30, 2024)

	Head Start			Title I			Title II A	
	Federal	Kansas	Summer Food	CACFP	Part D	Low Income	Carryover	Improve Teacher Quality
Cash Receipts								
Local Sources								
Other	\$ 227,304	\$ 0	\$ 95	\$ 0	\$ 0	\$ 0	\$ 0	0
State Sources								
Other	0	261,845	0	0	0	0	0	0
Federal Sources								
Federal Aid	6,636,820	830,188	2,567	244,943	207,486	1,694,120	161,833	267,350
Medicaid	0	0	0	0	0	0	0	0
Total cash receipts	6,864,124	1,092,033	2,662	244,943	207,486	1,694,120	161,833	267,350
Expenditures								
Instruction	2,565,168	584,194	0	0	127,315	1,430,375	161,833	0
Student Support Services	482,354	131,998	0	0	0	195,844	0	0
Instruction Support Staff	2,439,587	339,447	0	0	0	2,166	0	266,823
General Administration	6,572	0	0	0	0	28,578	0	0
School Administration	130,705	747	0	0	83,320	0	0	0
Central Services	42,236	0	0	0	0	0	0	0
Operations and Maintenance	344,062	0	0	0	0	0	0	0
Student Transportation	106,069	4,185	0	0	0	0	0	0
Facility and Acquisition	0	0	0	0	0	0	0	0
Food Service	155,149	41,794	2,665	215,144	0	0	0	0
Total Expenditures	6,271,902	1,102,365	2,665	215,144	210,635	1,656,963	161,833	266,823
Receipts Over (Under) Expenditures	592,222	(10,332)	(3)	29,799	(3,149)	37,157	0	527
Unencumbered Cash, July 1	(671,571)	(60,676)	1,797	45,377	(3,416)	(37,586)	0	(5,873)
Unencumbered Cash, June 30	\$ (79,349)	\$ (71,008)	\$ 1,794	\$ 75,176	\$ (6,565)	\$ (429)	\$ 0	\$ (5,346)

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2w

FEDERAL GRANT FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2025
(With Comparative Actual for the Prior Year Ended June 30, 2024)

	Title III English Language Acq.	Title IV A Student Supp. & Acad. Enrich	Title VI B Improvement Plan	Carl Perkins	ESSER III	ARP II Homeless	TASN SMHI
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	49,556	88,649	110,633	81,468	2,030,330	38,747	2,500
Medicaid	0	0	0	0	0	0	0
Total cash receipts	<u>49,556</u>	<u>88,649</u>	<u>110,633</u>	<u>81,468</u>	<u>2,030,330</u>	<u>38,747</u>	<u>2,500</u>
Expenditures							
Instruction	49,556	7,486	0	81,468	152,799	0	0
Student Support Services	0	584	31,189	0	11,049	0	0
Instruction Support Staff	0	82,696	79,444	0	500,406	3,427	1,309
General Administration	0	1,392	0	0	0	0	0
School Administration	0	0	0	0	6,479	0	0
Central Services	0	0	0	0	0	0	0
Operations and Maintenance	0	0	0	0	0	0	0
Student Transportation	0	0	0	0	0	0	0
Facility and Acquisition	0	0	0	0	0	0	0
Food Service	0	0	0	0	17,314	0	0
Total Expenditures	<u>49,556</u>	<u>92,158</u>	<u>110,633</u>	<u>81,468</u>	<u>688,047</u>	<u>3,427</u>	<u>1,309</u>
Receipts Over (Under) Expenditures	0	(3,509)	0	0	1,342,283	35,320	1,191
Unencumbered Cash, July 1	0	(2,175)	0	0	(1,342,283)	(35,320)	2,200
Unencumbered Cash, June 30	\$ 0	\$ (5,684)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,391

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2w

FEDERAL GRANT FUNDS (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2025
(With Comparative Actual for the Prior Year Ended June 30, 2024)

	KS Stronger Connection Grant	SPS Teacher Apprenticeships	Saline County ARPA	ESEA School Improvement Fund	McKinney Vento Grant	Totals June 30, 2025	Totals June 30, 2024
Cash Receipts							
Local Sources							
Other	0 \$	0 \$	0 \$	0 \$	0 \$	227,399 \$	232,036
State Sources							
Other	0	0	0	0	0	261,845	140,216
Federal Sources							
Federal Aid	142,621	93,508	96,102	150,582	5,000	12,935,003	17,038,451
Medicaid	0	0	0	0	0	0	0
Total cash receipts	142,621	93,508	96,102	150,582	5,000	13,424,247	17,410,703
Expenditures							
Instruction	0	0	0	149,418	0	5,309,612	8,858,618
Student Support Services	0	0	1,041	0	5,000	859,059	2,185,434
Instruction Support Staff	175,296	92,957	73,421	0	0	4,056,979	3,507,106
General Administration	10,382	0	0	5,311	0	52,235	91,346
School Administration	0	0	0	0	0	221,251	267,991
Central Services	0	0	0	0	0	42,236	167,310
Operations and Maintenance	0	0	0	0	0	344,062	820,735
Student Transportation	0	0	0	0	0	110,254	263,718
Facility and Acquisition	0	0	0	0	0	0	15,281
Food Service	0	0	0	0	0	432,066	507,796
Total Expenditures	185,678	92,957	74,462	154,729	5,000	11,427,754	16,685,335
Receipts Over (Under) Expenditures	(43,057)	551	21,640	(4,147)	0	1,996,493	725,368
Unencumbered Cash, July 1	(42,535)	(4,811)	(21,640)	0	0	(2,178,510)	(2,903,878)
Unencumbered Cash, June 30	\$ (85,592) \$	(4,260) \$	0 \$	(4,147) \$	0 \$	(182,017) \$	(2,178,510)

See Independent Auditor's Report.

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2x

GIFTS AND GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2025
(With Comparative Actual for the Prior Year Ended June 30, 2024)

	CKCIE Transition	Head Start Nonfederal	Kansas Preschool Pilot	Fund 20 Mental Health Intervention	Other Grants
Cash Receipts					
Local Sources					
Other	\$ 0	\$ 6,271	\$ 0	\$ 0	\$ 253,161
State Sources					
State Aid	0	0	94,900	346,175	89,440
Federal Sources					
Federal Aid	0	0	83,269	0	0
Total Cash Receipts	0	6,271	178,169	346,175	342,601
Expenditures					
Instruction	0	0	70,985	0	251,095
Student Support Services	0	4,734	43,016	411,175	0
Instruction Support Staff	0	0	15,067	0	0
School administration	0	0	0	0	0
Other Support Services	0	0	0	0	0
Operations and Maintenance	0	0	54,578	0	89,440
Student Transportation	0	0	977	0	0
Food Service	0	0	5,177	0	0
Total Expenditures	0	4,734	189,800	411,175	340,535
Receipts Over (Under) Expenditures	0	1,537	(11,631)	(65,000)	2,066
Unencumbered Cash, July 1	7,239	7,061	(46,185)	0	68,676
Unencumbered Cash, June 30	\$ 7,239	\$ 8,598	\$ (57,816)	\$ (65,000)	\$ 70,742

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

Schedule 2x

GIFTS AND GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2025

(With Comparative Actual for the Prior Year Ended June 30, 2024)

	Social Worker Overcoming Barriers	Teacher Leadership Academy	Athletic Advertising	Eager Reader McCune Foundation	Recruitment & Retention	Totals June 30, 2025	Totals June 30, 2024
Cash Receipts							
Local Sources							
Other	\$ 1,000	\$ 0	\$ 59,100	\$ 81,187	\$ 32,500	\$ 433,219	\$ 403,056
State Sources	0	0	0	0	0	530,515	528,946
State Aid	0	0	0	0	0	83,269	104,434
Federal Sources							
Federal Aid	1,000	0	59,100	81,187	32,500	1,047,003	1,036,436
Total Cash Receipts							
	0	0	74,204	84,459	45,914	526,657	451,785
Expenditures							
Instruction	1,366	0	0	0	0	460,291	462,358
Student Support Services	0	0	0	0	0	15,067	55,460
Instruction Support Staff	0	0	0	0	0	0	2,600
School administration	0	0	0	0	2,388	2,388	296
Other Support Services	0	0	0	0	0	144,018	581
Operations and Maintenance	0	0	0	0	0	977	455
Student Transportation	0	0	0	0	0	5,177	0
Food Service	0	0	0	0	0		
Total Expenditures							
	1,366	0	74,204	84,459	48,302	1,154,575	973,535
Receipts Over (Under) Expenditures							
Unencumbered Cash, July 1	(366)	0	(15,104)	(3,272)	(15,802)	(107,572)	62,901
	2,352	17,590	21,604	7,757	33,500	119,596	56,695
Unencumbered Cash, June 30	\$ 1,986	\$ 17,590	\$ 6,500	\$ 4,485	\$ 17,698	\$ 12,024	\$ 119,596

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, 2025

<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	\$ 196,013	\$ 395,174	\$ 336,385	\$ 254,802
South High School	159,031	310,809	300,511	169,329
Lakewood Middle School	30,094	15,742	24,078	21,758
South Middle School	24,443	27,571	27,075	24,939
Heusner Elementary School	3,147	900	1,893	2,154
Special Education	10,179	17,656	16,967	10,868
Subtotal Student Organization Funds	422,907	767,852	706,909	483,850
Other Agency funds	3,509,169	499,315	0	4,008,484
Total Student Organization Funds	\$ <u>3,932,076</u>	\$ <u>1,267,167</u>	\$ <u>706,909</u>	\$ <u>4,492,334</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, 2025

	Beginning Cash Balance	Cash Receipts	Expenditures	Ending Cash Balance
Central High School				
BOE Funds	\$ 242	\$ 0	\$ 242	\$ 0
Athletic Gate Receipts	104,557	142,029	138,203	108,383
Special Projects	63,357	89,084	74,381	78,060
Subtotal Central High School	168,156	231,113	212,826	186,443
South High School				
Athletic Gate Receipts	90,170	182,930	189,591	83,509
Special Projects	40,088	57,913	60,010	37,991
Subtotal South High School	130,258	240,843	249,601	121,500
Lakewood Middle School				
Athletic Gate Receipts	29,626	22,092	20,613	31,105
Special Projects	27,038	35,128	38,862	23,304
Subtotal Lakewood Middle School	56,664	57,220	59,475	54,409
South Middle School				
Athletic Gate Receipts	34,182	21,268	23,578	31,872
Special Projects	20,701	33,580	32,523	21,758
Subtotal South Middle School	54,883	54,848	56,101	53,630
Special Education	299	1,058	1,129	228
Total District Activity Funds	\$ 410,260	\$ 585,082	\$ 579,132	\$ 416,210

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, 2025

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	\$ 488,544	\$ 488,544
National School Lunch Program (NSLP)	10.555	2,305,326	2,305,326
Summer Food Service Program	10.559	314,309	314,309
Total Child Nutrition Cluster		3,108,179	3,108,179
Pandemic Relief Activities Local Food for Schools	10.185	21,638	21,638
Child and Adult Care Food Program	10.558	244,942	244,942
TOTAL DEPARTMENT OF AGRICULTURE		3,374,759	3,374,759
U.S. DEPARTMENT OF EDUCATION			
<i>Pass-through Kansas Department of Education</i>			
Adult Education-Basic Grants to States	84.002	153,318	153,318
Title I Grants	84.010	2,214,021	2,184,160
Career and Technical Education	84.048	81,468	81,468
Safe and Drug Free Schools and Community	84.184	2,500	1,308
Education for Homeless Children & Youth	84.196	5,000	5,000
English Language Acquisition	84.365	49,556	49,556
Improving Teacher Quality State Grants	84.367	267,350	266,823
Title VI State Assessments	84.369	287	287
Student Support & Academic Enrichment Grants	84.424	231,270	277,836
Elementary & Secondary School Emergency Relief	84.425	2,078,749	696,336
		5,083,519	3,716,092
Special Education Cluster			
Special Education - Grants to States	84.027	3,683,523	3,683,523
Special Education - Preschool Grants	84.173	107,299	107,299
Total Special Education Cluster		3,790,822	3,790,822
TOTAL DEPARTMENT OF EDUCATION		8,874,341	7,506,914

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, 2024

Federal Grantor/ Pass Through Grantor/ Program Title or Cluster Title	Federal CFDA Number	Program Revenue Amount	Program Expenditure Amount
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Direct aid</i>			
Head Start Cluster			
Early Head Start - Childcare Partnership	93.575	628,627	640,521
Temporary Assistance for Needy Families	93.558	284,830	294,900
Head Start	93.600	6,633,804	6,041,582
Total Head Start Cluster		7,547,261	6,977,003
TOTAL DEPARTMENT OF HEALTH AND HUMAN SERVICES		7,547,261	6,977,003
U.S. DEPARTMENT OF TREASURY			
<i>Direct aid</i>			
American Rescue Plan	21.027	96,102	74,463
TOTAL DEPARTMENT OF TREASURY		96,102	74,463
U.S. DEPARTMENT OF LABOR			
<i>Pass-through Kansas Department of Education</i>			
Registered Apprenticeship	17.285	83,836	88,095
TOTAL FEDERAL AWARDS		\$ 19,976,299	\$ 18,021,234

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, 2025

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, 2025

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, 2025. 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, 2025.

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, 2025, 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 2, 2025. 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 blue 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 2, 2025

**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, 2025. 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, 2024.

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 blue 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 2, 2025

SALINA UNIFIED SCHOOL DISTRICT NO. 305
Salina, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For Year Ended June 30, 2025

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 Numb.</u>	<u>Name of Federal Program or Cluster</u>	<u>Amount</u>
U.S. Department of Health and Human Services		
Head Start Cluster		
93.575	Early Head Start - Childcare Partnership	\$ 640,521
93.558	Temporary Assistance for Needy Families	294,900
93.600	Head Start	<u>6,041,582</u>
	Total Head Start Cluster	<u>6,977,003</u>
U.S. Department of Education		
84.425	ESSER III	<u>696,336</u>
84.027	Special Education EHC Flo-Thru Title VIB	3,683,523
84.173	Special Education Preschool EC Flo-Thru	<u>107,299</u>
	Total Special Education Cluster	<u>3,790,822</u>
	Total U.S. Department of Education	<u>4,487,158</u>
	Total	<u>\$ 11,464,161</u>

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.