ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FINANCIAL STATEMENT

WITH

INDEPENDENT AUDITOR'S REPORT

YEAR ENDED JUNE 30, 2021

GBN, P.A.
Certified Public Accountants

TABLE OF CONTENTS

Page

Independent Auditor's Report 1

FINANCIAL STATEMENT

Statement 1
Summary of Cash Receipts, Expenditures and Unencumbered Cash – Regulatory Basis 5

Notes to Financial Statement 8

SUPPLEMENTARY INFORMATION

Schedule 1
Summary of Expenditures - Actual and Budget – Regulatory Basis 24

Schedule 2
Schedule of Cash Receipts and Expenditures – Actual and Budget – Regulatory Basis For:
General Funds:
General 25
Supplemental General 26

Special Purpose Funds:
Four Year Old At-Risk 27
At-Risk 28
Bilingual Education 29
Virtual Education 30
Capital Outlay 31
Driver Training 32
Extraordinary School 33
Food Service 34
Professional Development 35
Parent Education 36
Special Education 37
Vocational Education 38
KPERS Special Retirement Contribution 39
Historical Society 40
Recreation Commission 41
Recreation Commission Employee Benefit and Special Liability 42
Federal Funds 43

TABLE OF CONTENTS
(continued)

Page

Schedule 2
Schedule of Receipts and Expenditures – Regulatory Basis for:
Special Purpose Funds:

Textbook Rental and Student Materials 44
Contingency Reserve 45
Gifts and Grants 46
Teacher of the Year Award 47
Waitt Scholarship 48
Federal Cares Grant 49

Schedule of Cash Receipts and Expenditures – Actual and Budget – Regulatory Basis For:

Bond and Interest 50

Schedule of Cash Receipts and Expenditures – Actual and Budget – Regulatory Basis For: (continued)

Capital Project Funds:
Construction 51

Schedule 3
Schedule of Cash Receipts, Expenditures and Unencumbered Cash – Regulatory Basis – District Activity Funds 52

Schedule 4
Schedule of Cash Receipts and Cash Disbursements – Agency Funds – Regulatory Basis:
Student Organizations 53
Sales Tax 53

FEDERAL COMPLIANCE SECTION

Schedule 5
Schedule of Expenditures of Federal Awards 54

Notes to the Schedule of Expeditures of Federal Awards 54

Schedule of Findings and Questioned Costs 55

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* 56

TABLE OF CONTENTS
(continued)

Page

Independent Auditor's Report on Compliance for Each
Major Program and on Internal Control over
Compliance Required by Uniform Guidance 58

GBN, P.A.

Certified Public Accountants
Management Consultants
Tax Advisors

12001 E. 13th Street North Wichita, Kansas 67206 Telephone (316) 262-6277 Fax (316) 265-6150

INDEPENDENT AUDITOR'S REPORT

Board of Education
Rose Hill Unified School District No. 394
Rose Hill, Kansas

Report on Financial Statement

We have audited the accompanying fund summary statement of regulatory basis cash receipts, expenditures and unencumbered cash balances of Rose Hill Unified School District No. 394 (a municipal financial reporting entity), as of and for the year ended June 30, 2021, and the related notes to the financial statements.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the

reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the Rose Hill Unified School District No. 394 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 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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 the Rose Hill Unified School District No. 394 as of June 30, 2021, 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 Rose Hill Unified School District No. 394 as of June 30, 2021, and the aggregate cash 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 1.

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 expenditures – actual and budget, and individual fund schedules of regulatory basis receipts and expenditures – actual and budget, schedule of cash receipts, expenditures and unencumbered cash – district activity funds, and the schedule of cash receipts, and disbursements – agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional 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*. 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, the 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 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Rose Hill Unified School District No. 394 as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated May 10, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/municipalservices. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2021 (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 2020 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 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 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 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2020, on the basis of accounting described in Note 1.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Unified School District No. 394's basic financial statement. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statement.

The schedule of expenditures of federal awards 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial 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, the schedule of expenditures of federal awards are fairly stated

in all material respects in relation to the basic financial statements as a whole on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2022, on our consideration of Unified School District No. 394'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 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 Unified School District No. 394's internal control over financial reporting and compliance.

GBN, P.A.

Wichita, Kansas
June 30, 2022

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS

For the year ended June 30, 2021

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encum-brances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General Fund	$ –	$ –	$ 11,159,266	$ 11,159,266	$ –	$ 906,447	$ 906,447
Supplemental General	76,623	–	3,427,394	3,389,437	114,580	117,501	232,081
Special Purpose Funds:							
Four Year Old At-Risk	4,005	–	125,574	124,607	4,972	10,687	15,659
At-Risk	–	–	1,074,958	1,065,191	9,767	154,179	163,946
Bilingual Education	–	–	88,974	84,001	4,973	–	4,973
Virtual Education	3,914	–	272,800	261,714	15,000	2,127	17,127
Capital Outlay	2,361,014	–	1,199,303	2,467,291	1,093,026	1,508,660	2,601,686
Driver Training	49,749	–	20,202	30,164	39,787	–	39,787
Extraordinary School	4,840	–	450	450	4,840	450	5,290
Food Service	127,304	–	751,502	702,611	176,195	47,981	224,176
Professional Development	10,000	–	–	–	10,000	–	10,000
Parent Education	–	–	69,780	69,780	–	5,119	5,119
Special Education	206,359	–	1,847,753	1,955,472	98,640	17	98,657
Vocational Education	–	–	302,857	302,857	–	53,641	53,641
KPERS Special Retirement Contribution	–	–	1,321,754	1,321,754	–	–	–
Historical Society	13,213	–	42,100	38,903	16,410	–	16,410
Recreation Commission	15,636	–	348,185	348,185	15,636	–	15,636
Recreation Commission Employee Benefit and Special Liability	3,185	–	82,112	71,750	13,547	–	13,547
Federal Funds	–	–	207,886	207,886	–	23,179	23,179
Textbook Rental and Student Materials	252,521	–	129,665	44,061	338,125	631	338,756
Contingency Reserve	959,981	–	–	–	959,981	–	959,981
Gifts and Grants	58,647	–	66,137	52,968	71,816	2,283	74,099
Teacher of the Year	482	–	–	200	282	–	282
Waitt Scholarship	4,500	–	–	1,500	3,000	–	3,000
Federal Cares Grant	(64,643)	–	672,600	687,712	(79,755) *	11,341	(68,414)
Gate Receipts	38,912	–	102,142	88,617	52,437	15,697	68,134
Special Projects	24,983	–	35,123	32,840	27,266	266	27,532
Bond and Interest	3,114,812	–	3,266,586	2,965,535	3,415,863	–	3,415,863

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS (continued)

For the year ended June 30, 2021

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encum-brances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Capital Project Fund:							
Construction	$ –	$ –	$ –	$ –	$ –	$ –	$ –
Total Municipal Reporting Entity (excluding agency funds)	7,264,545	–	26,615,103	27,474,752	6,406,388	2,860,206	9,266,594
Related Municipal Entities:							
Rose Hill Recreation Commission	823,039	–	507,124	537,899	792,264	164,317	956,581
Other Entity:							
Rose Hill Education Foundation	12,863	–	970	40	13,793	–	13,793
Total Reporting Entity (excluding agency funds)	$ 8,100,447	$ –	$ 27,123,197	$ 28,012,691	$ 7,210,953	$ 3,024,523	$ 10,236,968

* Per K.S.A. 12-1664, the limits of indebtedness may be exceeded by up to 100% of the accrued revenue for intergovernmental grants.

Composition of cash:

American State Bank & Trust , Rose Hill, Kansas:	
General checking now account	$ 658,123
Checking account – credit card clearing	6,623
Money market savings account	8,445,647
Checking account – construction	–
Section 125 Benefits	53,925
District activity account	132,901
District office petty cash account	1,500
High school petty cash account	1,500
Middle school petty cash account	1,500
Intermediate school petty cash account	1,000
Elementary school petty cash account	1,000
High school cafeteria change fund	–
Library change fund	120

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS (continued)

For the year ended June 30, 2021

Composition of cash (continued):

Total American State Bank & Trust	$	9,303,839
Municipal Investment Pool		1
Total Municipal Financial Reporting Entity		9,303,840
Less Agency Funds		(37,246)
Total Municipal Financial Reporting Entity (excluding agency funds)		9,266,594
Related Municipal Entity:		
American State Bank & Trust , Rose Hill, Kansas:		
Rose Hill Recreation Commission – interest bearing checking account		851,902
Rose Hill Recreation Commission – money market savings account		104,479
Rose Hill Recreation Commission – petty cash account		200
Total Related Municipal Entity		956,581
Other Entity:		
Rose Hill Education Foundation – checking account		13,793
Total Reporting Entity (excluding agency funds)	$	10,236,968

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting entity

Rose Hill Unified School District No. 394 (District) is a municipal corporation established in 1909 and is governed by an elected seven-member board. The District provides a full range of educational services including educational programs for grades K-12, community education programs, Special Education, Title I and Title II-A reading and math programs, professional development activities for educators, testing programs, extra-curricular activities, transportation, food services, maintenance and custodial services and general administrative services.

This financial statement presents Rose Hill Unified School District No. 394 (the municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was created to benefit the District and/or its constituents.

The Rose Hill Recreation Commission was established pursuant to Kansas Statutes to operate a system of public recreation in Rose Hill, Kansas. The District appoints two of the five members of the Recreation Commission Board. The Rose Hill Recreation Commission taxes are levied under the taxing authority of the District. These taxes are accounted for in the Recreation Commission General Fund and Recreation Commission Employee Benefit and Special Liability Fund of the District. The Rose Hill Recreation Commission may not acquire real property or issue debt without the approval of the District. In addition, any lease entered into by the Rose Hill Recreation Commission may be subject to approval by the District. The Rose Hill Recreation Commission's fiscal year end is the same as the District. Separate financial statements may be obtained by contacting the Rose Hill Recreation Commission, 400 S. Rose Hill Road, Rose Hill, Kansas 67133.

The District has also elected to disclose financial information regarding the Rose Hill Education Foundation that does not qualify as a required municipal entity, but is disclosed qualitatively for the reader of the regulatory basis financial statement. The Rose Hill Education Foundation was established January 7, 2003 as a not-for-profit corporation to function exclusively for providing financial support for preserving, maintaining and improving public school education in the Rose Hill School District. The fiscal year of the Rose Hill Education Foundation is the same as the District. Separate financial statements may be obtained by contacting the Rose Hill Education Foundation, 104 North Rose Hill Road, Rose Hill, Kansas 67133.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Regulatory basis fund types

The accounts of the District are organized and operated on the basis of funds, each of which is defined as a fiscal and accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. In accordance with state statutes and District resolutions, several different types of funds are used to record the District's financial transactions. For the regulatory basis financial reporting, they have been grouped and are presented in this report as follows:

General fund - used to account for all financial 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 regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Agency funds - used to account for assets held by the municipal reporting entity in a purely custodial capacity.

Regulatory basis of accounting and department 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 balance on a regulatory basis for each fund and the reporting changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Budgetary information

The District is required by state statute to legally adopt annual operating budgets for the general fund, special revenue funds (unless exempted by specific statute) and the debt service fund. Specific special revenue funds exempted from legally adopted budgetary requirements include the Textbook Rental and Student Materials, Contingency Reserve, Gifts and Grants, Gate Receipts, Special Projects funds, Teacher of the Year, Memorials funds, Showalter Scholarship, Waitt Scholarship, Madrigal Scholarship, Gate Receipts and Special Projects Funds. 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.

3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. This process requires a notice of public hearing to amend the budget to 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. During the year ended June 30, 2021, there were no fund budget amendments, or adjustments to the legal maximum budget.

Kansas 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures. The General Fund and Supplemental General Fund budgets represent the legal maximum budgets for each fund as determined by the Kansas Department of Education.

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 the 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Controls over spending in funds, which are not subject to legal budgets, are controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

Cash and investments

The District maintains a cash and investment pool that is available for use by all funds. The pool has the general characteristics of demand deposit accounts, in that each fund may deposit additional cash at any time and also may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. Each fund type's portion of the pool is displayed on the financial statement.

Cash balances in all funds are considered in determining the amount to be invested except for the Teacher of the Year Fund that utilizes specific investment accounts. All other investment earnings are credited to the General Fund.

Investments are reported at fair value and cash deposits are reported at their carrying amount, which reasonably estimates fair value.

Inventories and prepaid items

Inventories and prepaid items that benefit future periods are recorded as expenditures in the year of purchase.

Compensated absences

The sick/personal leave policy of the District provides for certified personnel to earn thirteen days of leave per year with a maximum accumulation of fifty-five days. Leave days in excess of twenty days, which are designated by the employee, shall be purchased each year by the District at the rate of $75 per day. After five years of employment with the District, upon termination any employee may be reimbursed up to forty days of accumulated leave time. In addition, all certified employees may donate up to three leave days per year to a sick leave pool. Any certified employee, after utilizing all their existing leave days, may make application for up to thirty days from the sick leave pool, provided there are sufficient days in the sick leave pool. The sick leave pool expires at the end of each fiscal year.

All full-time classified employees of the District earn thirteen days of sick leave per year with a maximum accumulation of twenty days. Any sick leave days in excess of the maximum shall be purchased by the District at 100% of the normal pay rate for each employee. Classified personnel also earn two days of personal leave time each year. Personal leave may be accumulated to five days however; a maximum of two days may be carried to the following year. Classified employees may also participate in the sick leave pool discussed above for certified employees. All classified personnel with less than six years of service earn .833 days per month (ten days of vacation pay per year) and employees with more than five years of service earn and additional .0833 days per month for each year they are employed beyond five years to a maximum of twenty days of vacation pay per year. The maximum accumulation per year is twenty days.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Pension plan

Substantially all full-time employees are members of the State of Kansas Public Employees' Retirement System, which is a cost-sharing multi-employer state wide defined benefit pension plan. The State of Kansas is required to contribute the pension costs which are determined annually by the system's actuary. The contributions received from the State of Kansas and payments made to KPERS are accounted for in the KPERS Special Retirement Contribution Fund.

Early retirement

The District maintains a policy of paying early retirement salary to certain former employees, who qualify, for a period of five years, beginning with the first fiscal year after retirement. Early retirement is defined under the program as retirement in the year of intended retirement, where the total years of certified employment plus the age of the employee is equal to or greater than the KPERS designated value for full retirement benefits. In addition, the employee must have at least ten years of employment with the District to qualify for early retirement. A qualified retiree shall be entitled to receive for a maximum of five years $520 per month ($1,040 per month for retirees subsequent to June 30, 2005), or until deceased. Further, retirees shall cease to be eligible for early retirement benefits if they accept a certified staff position with the District. Sporadic daily substitute teaching is not considered regular employment. Should the funding liability for this program become financially unreasonable, the District may terminate the program, however, all retirees currently on the program shall continue on the program until the end of their program benefits.

Risk management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain commercial insurance for all risks of loss at a cost it considered to be economically justifiable. For this reason, the District joined together with other districts in the state to form the Kansas Educational Risk Management Pool, LLC (KERMP LLC), a public entity risk pool currently operating as a common risk management and insurance program for twenty-one participating members.

The District pays an annual premium to KERMP LLC for its commercial insurance coverage. The agreement to participate provides that KERMP LLC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event, depending on type of insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERMP LLC management.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Reimbursed expenditures

Expenditures in the amount of $534,704 are classified as reimbursed expenditures in the General Fund. The purpose of these expenditures is to maintain programs which are reimbursed and are exempt from the budget law under K.S.A. 72-6430.

Reimbursed expenditures are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenditures shown in the financial statements meet the following criteria: (1) the related disbursement was made in the current year on behalf of the payee, (2) the item paid for was directly identifiable as having been used by or provided to the payee and (3) the amount of the reimbursed expenditure was directly tied to the amount of the original cash disbursement.

2. DEPOSITS AND INVESTMENTS

At June 30, 2021, the District had the following investments and maturities:

Investment Type	Fair Value	Carrying Value	Investment Maturities (in years) Less than 1	Rating
Kansas Municipal Investment Pool	$ 1	$ 1	$ 1	S&P AAAf/S1+

K.S.A. 9-1401 establishes the depositories that may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of Federal Depository Insurance (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; non-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. All investments must be insured, registered or held by the District or its agent in the District's name. The District has no investment policy that would further limit its investment choices. The rating of the District's investments is noted above.

2. DEPOSITS AND INVESTMENTS (continued)

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, 2021 is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%

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. All deposits were legally secured at June 30, 2021. At June 30, 2021, the District's carrying amount of deposits was $9,303,840 and the bank balances were $8,628,236. The bank balances were held by one bank resulting in a concentration of credit risk. Of the bank balances, $500,000 was covered by federal depository insurance and $8,128,236 was collateralized with securities held by the pledging financial institutions' agents in the District's name. The market value of the securities pledged by the District's bank was $9,102,987 at June 30, 2021.

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 to be adequately secured.

At June 30, 2021, the District had $1 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas legislature. State pooled moneys may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Related municipal entity cash and deposits

The Rose Hill Recreation Commission (a related municipal entity) cash and deposits at June 30, 2021 consisted of interest bearing checking, money market savings and petty cash

2. DEPOSITS AND INVESTMENTS (continued)

accounts. At year-end, the carrying amount of the Commission's deposits was $851,902 and the bank balances were $956,381. The bank balances were held by one bank resulting in a concentration of credit risk. Of the bank balances, $250,000 was covered by federal depository insurance and $706,381 was collateralized with securities held by the pledging financial institutions' agents in the Commission's name. The market value of the securities pledged by the Commission's bank was $812,439 at June 30, 2021.

Other entity cash and deposits

The Rose Hill Education Foundation (other entity) cash and deposits at June 30, 2021 consisted of a non-interest bearing checking account. At year-end, the carrying amount and the bank balance of the Foundation's deposits was $13,793. The Foundation's deposits were 100% covered by federal depository insurance at June 30, 2021.

3. LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2021, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Refunding Bonds, Series 2011	2-3	7-1-11	$9,765,000	9-1-22	$2,825,000	$ –	$ 2,160,000	$ 665,000	$ 52,350
General Obligation Refunding Bonds, Series 2012	2-2.3	5-1-12	6,575,000	9-1-25	2,930,000	–	–	2,930,000	67,390
General Obligation Refunding Bonds, Series 2017	2.1	6-5-17	9,855,000	9-1-25	9,455,000	–	120,000	9,335,000	197,295
General Obligation School Building Bonds, Series 2018	3-5.00	3-15-18	9,580,000	9-1-30	9,580,000	–	–	9,580,000	368,500
Copy Machines Lease Purchase	4.75	9-22-15	120,856	9-15-20	6,860	–	6,860	–	62
Copy Machines Lease Purchase		12-21-15	80,464	1-15-21	10,672	–	10,672	–	214
Total contractual indebtedness					24,807,532	–	2,297,532	22,510,000	685,535
Early Retirement					497,085	488,049	205,920	779,214	–
Compensated absences					661,019	432,045	345,764	747,300	–
Total long-term debt					$25,965,636	$ 920,094	$ 2,849,216	$24,056,513	$ 685,535

3. LONG-TERM DEBT (continued)

General obligation bonds

The District issued in the principal amount of $9,765,000 of General Obligation Refunding Bonds, Series 2011, dated July 1, 2011 to advance refund $7,770,000 of Series 2004 Bonds and $1,120,000 of Series 2002 Bonds on September 1, 2014. The Series 2011 Refunding Bonds maturing in the years 2019 and thereafter may be called for redemption and payment prior to their stated maturity on September 1, 2018 and thereafter as a whole or in part, as determined by the issuers at any time, at their par value plus accrued interest to the redemption date.

On May 1, 2012 the Board of Education issued in the principal amount $6,575,000 of General Obligation Refunding Bonds, Series 2012, to advance refund $6,105,000 of Series 2004 Bonds on September 1, 2014. At the option of the District, the Series 2012 Refunding Bonds maturing on September 1, 2024 will be subject to redemption and payment prior to their stated maturity on September 1, 2018 and thereafter, as a whole or in part at any time, at their par value plus accrued interest to the redemption date.

On June 5, 2017 the Board of Education issued in the principal amount of $9,855,000 of General Obligation Refunding Bonds, Series 2017, to advance refund $9,505,000 of Series 2007 Bonds on September 1, 2017. At the option of the District, the Series 2017 Refunding Bonds maturing on September 1, 2026 will be subject to redemption and payment prior to their stated maturity on September 1, 2024 and thereafter, as a whole or in part at any time, at their par value plus accrued interest to the redemption date.

On March 15, 2018 the Board of Education issued in the principal amount of $9,580,000 of General Obligation School Building Bonds, Series 2018, to pay the costs to:

(a) construct, equip and furnish an addition to the existing Rose Hill Primary/Intermediate School Building to create additional space for Early Childhood and Preschool education programs;
(b) construct, equip and furnish an addition to the existing Rose Hill High School to create additional classroom space for the District's Academy education program;
(c) acquire and install equipment for enhanced security entrances at existing District attendance centers;
(d) make renovations and improvements to Rose Hill Middle School including renovation of locker rooms and showers, and replacement of flooring at the Multipurpose facility;

3. LONG-TERM DEBT (continued)

(e) make improvements to District buildings including replacement of rooftop HVAC units, upgrades to the high school intercom system, replacement of lockers at Rose Hill High School, acquisition of cameras for enhanced building security, replacement of lighting in District parking lots, and acquisition of property currently financed by an Energy Efficiency Lease Purchase Agreement;
(f) make needed improvements to District parking lots, drives and roads;
(g) make all other necessary improvements appurtenant thereto;
(h) pay the costs of issuance and interest on said general obligation bonds of the District during construction of the projects.

Remaining debt service requirements for general obligation bonds will be paid from the Bond and Interest Fund with future property tax revenues and state financial assistance.

The annual debt service requirements for the outstanding general obligation bonds at June 30, 2021 is as follows:

	Series 2011			Series 2012			Series 2017		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2022	$ 665,000	$ 9,975	$ 674,975	$ –	$ 67,390	$ 67,390	$ 1,765,000	$ 177,502	$ 1,942,502
2023	–	–	–	–	67,390	67,390	2,580,000	131,880	2,711,880
2024	–	–	–	–	67,390	67,390	2,735,000	76,072	2,811,072
2025	–	–	–	2,930,000	33,695	2,963,695	–	47,355	47,355
2026	–	–	–	–	–	–	2,255,000	23,677	2,278,67
2027	–	–	–	–	–	–	–	–	–
	$ 665,000	$ 9,975	$ 674,975	$2,930,000	$ 235,865	$ 3,165,865	$ 9,335,000	$ 456,486	$ 9,791,486

	Series 2018		
Year	Principal	Interest	Total
2022	$ –	$ 368,500	$ 368,500
2023	–	368,500	368,500
2024	–	368,500	368,500
2025	–	368,500	368,500
2026	200,000	363,500	563,500
2027	1,340,000	325,000	1,665,000
2028	1,470,000	254,750	1,724,750
2029	2,090,000	176,200	2,266,200
2030	2,200,000	101,400	2,301,400
2031	2,280,000	34,200	2,314,200
	$9,580,000	$ 2,729,050	$12,309,050

	Totals		
Year	Principal	Interest	Total
2022	$ 2,430,000	$ 623,367	$ 3,053,367
2023	2,580,000	567,770	3,147,770
2024	2,735,000	511,962	3,246,962
2025	2,930,000	449,550	3,379,550
2026	2,455,000	387,178	2,842,178
2027	1,340,000	325,000	1,665,000
2028	1,470,000	254,750	1,724,750
2029	2,090,000	176,200	2,266,200
2030	2,200,000	101,400	2,301,400
2031	2,280,000	34,200	2,314,200
	$22,510,000	$ 3,431,376	$ 25,941,376

3. LONG-TERM DEBT (continued)

Capital lease obligations

During the year ended June 30, 2016, the Board of Education entered into two lease-purchase agreements with a vendor for the purchase of copying machines. The agreements provide for monthly payments, including interest, of $3,248 through September 2020 and monthly payments, including interest, of $2,171 through January 2021.

Early retirement plan

The District maintains a policy of paying early retirement salary to certain former employees, who qualify, for a period from the early retirement date until age 65. The District's scheduled payments for those former employees electing early retirement as of June 30, 2021 is as follows:

Year Ending June 30,	Amount
2022	$ 241,825
2023	174,651
2024	147,782
2025	120,912
2026	94,043
	$ 779,214

Arbitrage liability

In 1986, Federal law changed making it illegal for an entity to issue tax-exempt debt, reinvest those proceeds in a tax-deductible instrument and make an arbitrage profit on the differential in interest rates. A calculation was created which established the methodology for determining if the tax-exempt debt proceeds were invested to yield a profit. If a profit exists, all of that profit must be rebated to the U.S. Treasury. Payments are due every five years and on final redemption date or maturity of the bond issue.

The District has issued bonds since the implementation of the Federal law and such bonds are subject to arbitrage regulations. At June 30, 2021, the District does not have an outstanding liability for arbitrage earnings.

3. LONG-TERM DEBT (continued)

Continuing disclosure requirements

The Securities and Exchange Commission of the United States has adopted Rule 15c2-12 (the Rule) in order to regulate and improve the market for securities (generally Bonds) issued by state and local governmental bodies (Governmental Issuers). The Rule directly regulates only bond underwriters (the parties that purchase bonds with a view of reselling them), but indirectly requires persons committed to support payment of Bonds (Obligated Persons) to make continuing disclosure. The Rule requires that an underwriter, prior to purchasing or selling Bonds in connection with a covered Bond offering, determine that the Governmental Issuer, has undertaken in writing to provide every nationally recognized municipal securities information repository and to the appropriate State information depository, if any, the following:

- By a specified date, annual financial and operating information for the Governmental Issuer for whom financial information or operating data is presented in the official statement (an Annual Information Filing);
- When and if available, audited financial statements for Obligated Persons (Audits);
- In a timely manner, notice of the occurrence of one of eleven material events (a Material Event Filing); and
- In a timely manner, notice of a failure of any person required to provide the Annual Information Filing referred to above, on or before the date specified in the continuing disclosure agreement (Notice of Failure).

The specific continuing disclosure obligations required is set forth in the District's "continuing disclosure instructions" included with its Bond issuance documents. Those documents require the District to provide the Annual Information Filing within 180 days after the end of the District's fiscal year. The District is in compliance with the continuing disclosure requirements at Dec 23, 2020.

4. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received $776,012 subsequent to June 30, 2021, and as required by K.S.A. 72-6417 and 72-6434, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2021.

5. INTERFUND TRANSFERS

A summary of interfund transfers by fund for the year ended June 30, 2021 is as follows:

From	To	Statutory Authority	Amount
General	Special Education	K.S.A. 72-6428	$ 1,515,544
General	Four Year Old At-Risk	K.S.A. 72-6428	5,000
General	At-Risk	K.S.A. 72-6428	774,958
General	Capital Outlay	K.S.A. 72-6428	8,789
General	Virtual Education	K.S.A. 72-6428	1,750
General	Vocational Education	K.S.A. 72-6428	28,614
General	Bilingual Education	K.S.A. 72-6428	28,974
Supplemental General	Virtual Education	K.S.A. 72-6433	270,000
Supplemental General	Vocational Education	K.S.A. 72-6433	266,050
Supplemental General	Bilingual Education	K.S.A. 72-6433	60,000
Supplemental General	Parent Education	K.S.A. 72-6433	34,890
Supplemental General	Special Education	K.S.A. 72-6433	299,876
Supplemental General	At-Risk	K.S.A. 72-6433	300,000
Supplemental General	Four Year Old At-Risk	K.S.A. 72-6433	120,459
			$ 3,714,906

6. 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. KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. 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 at www.kpers.org or by writing to KPERS, 611 S. Kansas Avenue, Suite 100, Topeka, Kansas 66603 or by calling 1-888-275-5737.

6. PENSION PLAN (continued)

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 16.15% and 14.41%, respectively, for the fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% and 14.23% for the fiscal year ended June 30, 2021.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by $64.13 million for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2019. The level dollar amount was computed to be $6.4 million dollars per year. The first payment of $6.4 million was received in the beginning of Fiscal Year 2021 and appropriations for fiscal year 2019 were made for the State/School group at the statutory contribution rate of 12.01% for that year.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by $194.0 million for the fiscal year ended June 30, 2019. Section 56(19) of the bill also stipulates those repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2020. The level dollar amount was computed to be $19.4 million per year.

2018 House Substitute for Senate Bill 109 provided for additional funding for KPERS School group. A payment of $56 million was paid in fiscal year 2018. This bill also authorized a payment of $82 million in fiscal year 2019.

6. PENSION PLAN (continued)

2019 Senate Bill 9 authorized a payment of $115 million for the KPERS School group and received in March 2020.

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 $1,321,754 for the year ended June 30, 2021.

Net Pension Liability

At June 30, 2021, the District's proportionate share of the collective net pension liability reported by KPERS was $13,845,715. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

7. OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the District is required to allow retirees to participate in its group health insurance plan. While each retiree is required to pay the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in the accompanying financial statement and management believes any impact on the financial statement is not significant.

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

8. TERMINATION BENEFITS

The District provides an early retirement program for certain eligible employees as discussed at Notes 1 and 3. Those eligible under this program may receive benefits from the early retirement election date up to age 65, for retirees prior to July 1, 2006, and for up to five years for retirees subsequent to July 1, 2006. Payments to retired employees under this plan were $205,920 for the year ended June 30, 2021.

9. COMMITMENTS AND CONTINGENCIES

At June 30, 2021, the District had outstanding commitments of $1,672,983, including a dishwasher purchase of $11,500, a bus purchase of $70,077, and a work in progress construction of a high school shop addition of $1,385,477.

10. SUBSEQUENT EVENTS

The District has evaluated subsequent events through June 30, 2022 the date which the financial statement was available to be issued. There were no events during that period which would impact this financial statement.

(This page left blank intentionally.)

REGULATORY REQUIRED

SUPPLEMENTARY INFORMATION

Schedule 1

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET – REGULATORY BASIS (BUDGETED FUNDS ONLY)

For the year ended June 30, 2021

	Certified Budget	Adjustment to Comply with Legal Maximum	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
General Fund	$ 11,006,317	$ (381,755)	$ 534,704	$ 11,159,266	$ 11,159,266	$ –
Special Purpose Funds:						
Supplemental General	3,524,239	(134,802)	–	3,389,437	3,389,437	–
Four Year Old At-Risk	144,005	–	–	144,005	124,607	19,398
At-Risk	1,070,000	–	–	1,070,000	1,065,191	4,809
Bilingual Education	90,000	–	–	90,000	84,001	5,999
Virtual Education	123,914	–	195,000	318,914	261,714	57,200
Capital Outlay	3,466,810	–	–	3,466,810	2,467,291	999,519
Driver Training	70,374	–	–	70,374	30,164	40,210
Extraordinary School	6,340	–	–	6,340	450	5,890
Food Service	733,957	–	–	733,957	702,611	31,346
Professional Development	11,799	–	–	11,799	–	11,799
Parent Education	69,780	–	–	69,780	69,780	–
Special Education	2,161,148	–	–	2,161,148	1,955,472	205,676
Vocational Education	424,998	–	–	424,998	302,857	122,141
KPERS Special Retirement Contribution	1,636,567	–	–	1,636,567	1,321,754	314,813
Historical Society	38,903	–	–	38,903	38,903	–
Recreation Commission General	602,700	–	–	602,700	348,185	254,515
Recreation Commission Employee Benefit and Special Liability	71,750	–	–	71,750	71,750	–
Federal Funds	207,886	–	–	207,886	207,886	–
Bond and Interest	2,965,636	–	–	2,965,636	2,965,535	101

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

GENERAL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET– REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Mineral tax	$ 4	$ 4	$ –	$ 4
General state aid	8,577,377	9,208,269	9,233,607	(25,338)
Special Education state aid	1,409,422	1,416,289	1,772,710	(356,421)
KPERS state aid	–	–	–	–
Other receipts	–	–	–	–
Reimbursed expenditures	435,708	534,704	–	534,704
Total cash receipts	10,422,511	11,159,266	$ 11,006,317	$ 152,949
Expenditures and transfers:				
Instruction	5,319,177	5,595,655	$ 5,421,877	$ (173,778)
Student support services	525,446	466,236	571,500	105,264
Instructional support services	389,827	386,609	412,800	26,191
General administration	83,659	80,877	128,500	47,623
School administration	940,057	925,125	988,500	63,375
Operations and maintenance	849,114	868,867	1,036,180	167,313
Student transportation services	3,524	–	4,500	4,500
Other supplemental services	382,758	472,267	219,750	(252,517)
Transfers out	1,928,949	2,363,630	2,222,710	(140,920)
Adjustment to comply with legal maximum budget	–	–	(381,755)	(381,755)
Total General Fund legal expenditures	10,422,511	11,159,266	10,624,562	(534,704)
Adjustment for qualifying budget credits	–	–	534,704	534,704
Total expenditures and transfers	10,422,511	11,159,266	$ 11,159,266	$ –
Cash receipts and transfers over (under) expenditures	–	–		
Unencumbered cash balance, beginning of year	–	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 1,009,824	$ 1,021,638	$ 1,062,179	$ (40,541)
Delinquent tax	23,973	21,613	12,980	8,633
Motor vehicle and 16/20 truck tax	158,660	158,805	153,117	5,688
In lieu of tax	152	152	–	152
Recreational vehicle tax	3,260	3,406	2,950	456
Commercial vehicle tax	1,611	2,028	1,415	613
State Aid	2,175,251	2,219,752	2,308,024	(88,272)
Total cash receipts	3,372,731	3,427,394	$ 3,540,665	$ (113,271)
Expenditures:				
Instruction	125,998	109,874	$ 134,500	$ 24,626
Student support services	21,600	27,000	20,000	(7,000)
Instructional support staff	14,437	45,676	16,000	(29,676)
General administration	204,013	205,353	216,000	10,647
School administration	19,570	30,657	31,000	343
Operations and maintenance	924,401	961,643	858,000	(103,643)
Student transportation	344,619	345,774	373,670	27,896
Other supplemental services	298,681	304,660	305,080	420
Community services	6,674	7,525	–	(7,525)
Transfers out	1,407,806	1,351,275	1,569,989	218,714
Adjustments to comply with legal maximum budget			(134,802)	(134,802)
Total expenditures	3,367,799	3,389,437	$ 3,389,437	$ –
Cash receipts over expenditures	4,932	37,957		
Unencumbered cash, beginning of year	71,691	76,623		
Unencumbered cash, end of year	$ 76,623	$ 114,580		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FOUR YEAR OLD AT-RISK FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Transfers in	$ 117,135	$ 125,574	$ 140,000	$ (14,426)
Expenditures:				
Instruction	123,130	124,607	$ 144,005	$ 19,398
Cash receipts and transfers over (under) expenditures	(5,995)	967		
Unencumbered cash balance, beginning of year	10,000	4,005		
Unencumbered cash balance, end of year	$ 4,005	$ 4,972		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

AT-RISK FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Fees	$ 1,400	$ –	$ –	$ –
Transfers in	1,058,600	1,074,958	1,070,000	4,958
Total cash receipts and transfers	1,060,000	1,074,958	$ 1,070,000	$ 4,958
Expenditures:				
Instruction	1,160,000	1,065,191	$ 1,070,000	$ 4,809
Cash receipts and transfers over (under) expenditures	(100,000)	9,767		
Unencumbered cash balance, beginning of year	100,000	–		
Unencumbered cash balance, end of year	$ –	$ 9,767		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

BILINGUAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Transfers in	$ 68,560	$ 88,974	$ 90,000	$ (1,026)
Expenditures:				
Instruction	78,560	84,001	$ 90,000	$ 5,999
Expenditures over cash receipts and transfers	(10,000)	4,973		
Unencumbered cash balance, beginning of year	10,000	–		
Unencumbered cash balance, end of year	$ –	$ 4,973		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

VIRTUAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Transfers in	$ 68,100	$ 272,800	$ 120,000	$ 152,800
Expenditures:				
Instruction	80,013	261,714	$ 318,914	$ 57,200
Cash receipts and transfers over (under) expenditures	(11,913)	11,086		
Unencumbered cash balance, beginning of year	15,827	3,914		
Unencumbered cash balance, end of year	$ 3,914	$ 15,000		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CAPITAL OUTLAY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Taxes and shared receipts:				
Ad valorem property tax	$ 598,120	$ 616,306	$ 598,856	$ 17,450
Motor vehicle and 16/20M truck tax	89,496	94,818	91,416	3,402
Recreational vehicle tax	1,839	2,034	1,761	273
Commercial vehicle tax	961	1,202	845	357
In lieu of tax	90	91	–	91
Delinquent tax	13,080	12,387	7,685	4,702
Transfer in	–	8,789	–	8,789
State aid	364,867	388,125	390,233	(2,108)
Interest	37,501	17,990	15,000	2,990
Miscellaneous	20,691	57,561	–	57,561
Total cash receipts and transfers	1,126,645	1,199,303	$ 1,105,796	$ 93,507
Expenditures:				
Instruction	438,488	61,466	$ 330,000	$ 268,534
General administration	23,239	4,793	24,605	19,812
School administration	2,218	–	–	–
Operations and maintenance	89,954	16,868	125,000	108,132
Student transportation	222,060	180,690	587,205	406,515
Other supplemental services	20	–	–	–
Facilities acquisition and construction services	172,266	2,203,474	2,400,000	196,526
Debt service	–	–	–	–
Total expenditures	948,245	2,467,291	$ 3,466,810	$ 999,519
Cash receipts and transfers over expenditures	178,400	(1,267,988)		
Unencumbered cash balance, beginning of year	2,182,614	2,361,014		
Unencumbered cash balance, end of year	$ 2,361,014	$ 1,093,026		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

DRIVER TRAINING FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Fees	$ 12,190	$ 14,490	$ 15,000	$ (510)
State aid	8,710	5,712	5,625	87
Total cash receipts	20,900	20,202	$ 20,625	$ (423)
Expenditures:				
Instruction	25,368	30,164	$ 52,500	$ 22,336
Instructional support staff	–	–	300	300
Operations and maintenance	–	–	17,574	17,574
Total expenditures	25,368	30,164	$ 70,374	$ 40,210
Cash receipts over expenditures	(4,468)	(9,962)		
Unencumbered cash balance, beginning of year	54,217	49,749		
Unencumbered cash balance, end of year	$ 49,749	$ 39,787		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

EXTRAORDINARY SCHOOL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Fees	$ 1,140	$ 450	$ 1,500	$ (1,050)
Expenditures:				
Instruction	60	450	$ 6,340	$ 5,890
Cash receipts over (under) expenditures	1,080	–		
Unencumbered cash balance, beginning of year	3,760	4,840		
Unencumbered cash balance, end of year	$ 4,840	$ 4,840		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FOOD SERVICE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Charges for services	$ 237,285	$ 39,812	$ 261,369	$ (221,557)
Federal and state aid	332,297	710,069	345,284	364,785
Miscellaneous	5,208	1,621	–	1,621
Total cash receipts	574,790	751,502	$ 606,653	$ 144,849
Expenditures:				
Operations and Maintenance	4,904	4,546	$ 9,100	$ 4,554
Food service	626,137	698,065	724,857	26,792
Total expenditures	631,041	702,611	$ 733,957	$ 31,346
Cash receipts over (under) expenditures	(56,251)	48,891		
Unencumbered cash balance, beginning of year	183,555	127,304		
Unencumbered cash balance, end of year	$ 127,304	$ 176,195		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REULGATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Transfers in	$ –	$ –	$ 1,800	$ (1,800)
Miscellaneous	–	–	–	–
Total cash receipts	–	–	$ 1,800	$ (1,800)
Expenditures and transfers:				
Instructional support services	–	–	$ 11,799	$ 11,799
Cash receipts over expenditures	–	–		
Unencumbered cash balance, beginning of year	10,000	10,000		
Unencumbered cash balance, end of year	$ 10,000	$ 10,000		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

PARENT EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
State aid	$ 32,442	$ 34,890	$ 34,890	$ –
Transfers in	22,448	34,890	34,890	–
Total cash receipts and transfers	54,890	69,780	$ 69,780	$ –
Expenditures:				
Student support services	57,074	67,963	$ 65,580	$ (2,383)
Instructional support staff	7,816	1,817	4,200	2,383
Total expenditures	64,890	69,780	$ 69,780	$ –
Expenditures over cash receipts and transfers	(10,000)	–		
Unencumbered cash balance, beginning of year	10,000	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394
SPECIAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Miscellaneous	$ 9,283	$ 9,854	$ 12,000	$ (2,146)
Federal grants	–	22,479	–	22,479
Transfers in	1,847,458	1,815,420	1,920,311	(104,891)
Total cash receipts and transfers	1,856,741	1,847,753	$ 1,932,311	$ (84,558)
Expenditures:				
Instruction	1,759,931	1,807,413	$ 1,897,888	$ 90,475
Student support services	630	686	29,760	29,074
Student transportation services	189,821	147,373	233,500	86,127
Total expenditures	1,950,382	1,955,472	$ 2,161,148	$ 205,676
Cash receipts and transfers over (under) expenditures	(93,641)	(107,719)		
Unencumbered cash balance, beginning of year	300,000	206,359		
Unencumbered cash balance, end of year	$ 206,359	$ 98,640		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

VOCATIONAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts and transfers:				
Federal grants	$ 11,338	$ 8,022	$ 7,500	$ 522
Yearbook/Student Fees	2,210	170	–	170
Transfers in	154,455	294,665	417,498	(122,833)
Total cash receipts and transfers	168,003	302,857	$ 424,998	$ (122,141)
Expenditures:				
Instruction	343,003	302,857	$ 424,998	$ 122,141
Instructional support services	–	–	–	–
Total expenditures	343,003	302,857	$ 424,998	$ 122,141
Expenditures over cash receipts and transfers	(175,000)	–		
Unencumbered cash balance, beginning of year	175,000	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
KPERS state aid	$ 1,381,652	$ 1,321,754	$ 1,636,567	$ (314,813)
Expenditures:				
Instruction	876,266	830,826	$ 1,000,629	$ 169,803
Student Support	72,487	68,343	89,699	21,356
Instructional Support	57,750	52,386	57,275	4,889
General Administration	28,509	28,052	44,075	16,023
School Administration	111,710	106,159	128,225	22,066
Other Support Services	36,993	38,015	50,675	12,660
Operations & Maintenance	94,481	94,160	129,875	35,715
Student Transportation	48,032	45,910	62,628	16,718
Others Supplemental Services	20,396	24,015	28,936	4,921
Food Service	35,028	33,888	44,550	10,662
Total expenditures	1,381,652	1,321,754	$ 1,636,567	$ 314,813
Cash receipts over expenditures	–	–		
Unencumbered cash balance, beginning of year	–	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

HISTORICAL SOCIETY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 51,973	$ 38,811	$ 37,513	$ 1,298
Delinquent tax	16	482	681	(199)
Motor vehicle and 16/20M truck tax	–	2,647	2,614	33
Recreational vehicle tax	–	58	50	8
Commercial vehicle tax	–	96	24	72
In lieu of tax	8	6	–	6
Total cash receipts	51,997	42,100	$ 40,882	$ 1,218
Expenditures:				
Community service	38,784	38,903	$ 38,903	$ –
Expenditures over cash receipts	13,213	3,197		
Unencumbered cash balance, beginning of year	–	13,213		
Unencumbered cash balance, end of year	$ 13,213	$ 16,410		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

RECREATION COMMISSION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 290,134	$ 295,019	$ 286,840	$ 8,179
Delinquent tax	6,278	5,974	3,729	2,245
Motor vehicle and 16/20M truck tax	43,090	45,587	43,937	1,650
Recreational vehicle tax	886	978	846	132
Commercial vehicle tax	460	583	405	178
In lieu of tax	43	44	–	44
Total cash receipts	340,891	348,185	$ 335,757	$ 12,428
Expenditures:				
Community service	332,000	348,185	$ 602,700	$ 254,515
Expenditures over cash receipts	8,891	–		
Unencumbered cash balance, beginning of year	6,745	15,636		
Unencumbered cash balance, end of year	$ 15,636	$ 15,636		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

RECREATION COMMISSION EMPLOYEE BENEFIT AND SPECIAL LIABILITY FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 68,386	$ 69,628	$ 67,621	$ 2,007
Delinquent tax	1,360	1,358	879	479
Motor vehicle and 16/20M truck tax	10,525	10,748	10,361	387
Recreational vehicle tax	216	231	199	32
Commercial vehicle tax	109	137	95	42
In lieu of tax	10	10	–	10
Total cash receipts	80,606	82,112	$ 79,155	$ 2,957
Expenditures:				
Community service	78,500	71,750	$ 71,750	$ –
Cash receipts over (under) expenditures	2,106	10,362		
Unencumbered cash balance, beginning of year	1,079	3,185		
Unencumbered cash balance, end of year	$ 3,185	$ 13,547		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FEDERAL FUNDS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared revenues:				
Title I	$ 128,355	$ 154,545	$ 154,545	$ –
Title II-A	37,144	37,457	37,457	–
Title IV	14,813	15,884	15,884	–
Total cash receipts	180,312	207,886	$ 207,886	$ –
Expenditures:				
Instruction	134,677	183,520	$ 149,900	$ (33,620)
Student support services	3,562	8,149	2,500	(5,649)
Instructional support staff	42,073	16,217	54,500	38,283
Operations & Maintenance	–	–	986	986
Total expenditures	180,312	207,886	$ 207,886	$ –
Cash receipts over expenditures	–	–		
Unencumbered cash balance, beginning of year	–	–		
Unencumbered cash balance, end of year	$ –	$ –		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

TEXTBOOK RENTAL AND STUDENT MATERIALS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2021	2020
Cash receipts and transfers:		
Rental fees and sales	$ 129,665	$ 140,973
	–	–
Total receipts and transfers in	129,665	140,973
Expenditures:		
Instruction	10,049	287,324
Instructional support services	34,012	14,806
Total expenditures	44,061	302,130
Cash receipts and transfers over (under) expenditures	85,604	(161,157)
Unencumbered cash balance, beginning of year	252,521	413,678
Unencumbered cash balance, end of year	$ 338,125	$ 252,521

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CONTINGENCY RESERVE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30, 2021	Year ended June 30, 2020
Cash receipts and transfers:		
Transfers in	$ –	$ –
Expenditures:		
Transfers out	–	–
Cash receipts and transfers over expenditures	–	–
Unencumbered cash balance, beginning of year	959,981	959,981
Unencumbered cash balance, end of year	$ 959,981	$ 959,981

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

GIFTS AND GRANTS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2021	2020
Cash receipts:		
Gifts and grants	$ 54,637	$ 47,061
	11,500	–
Total cash receipts	66,137	47,061
Expenditures:		
Instruction	12,411	41,377
Student support services	37,284	–
Instructional support services	1,242	78
Other supplemental services	2,031	3,500
Transportation	–	100
Total expenditures	52,968	45,055
Expenditures under cash receipts	13,169	2,006
Unencumbered cash balance, beginning of year	58,647	56,641
Unencumbered cash balance, end of year	$ 71,816	$ 58,647

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

TEACHER OF THE YEAR AWARD FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2021	2020
Cash receipts:		
Interest	$ –	$ –
Expenditures:		
Teacher of the year awards	200	200
Expenditures over cash receipts	(200)	(200)
Unencumbered cash balance, beginning of year	482	682
Unencumbered cash balance, end of year	$ 282	$ 482

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

WAITT SCHOLARSHIP FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30,	
	2021	2020
Cash receipts:		
Interest	$ –	$ –
Expenditures:		
Instruction	1,500	–
Expenditures over cash receipts	(1,500)	–
Unencumbered cash balance, beginning of year	4,500	4,500
Unencumbered cash balance, end of year	$ 3,000	$ 4,500

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FEDERAL CARES GRANT

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30, 2021	Year ended June 30, 2020
Cash receipts:		
Federal aid	$ 64,643	$ 42,021
SPARK grant	607,957	–
Total cash receipts	672,600	42,021
Expenditures:		
Instruction	465,230	602
Student Support Services	64,030	2,472
Instructional Support Staff	33,903	1,073
General Administration	2,682	395
School Administration	3,392	1,203
Other Support Services	–	2,202
Operation and Maintenance	73,123	20,469
Transportation Services	1,749	1,036
Other Support Services	42,991	72,308
Food Service Operations	612	4,904
Total expenditures	687,712	106,664
Expenditures over cash receipts	(15,112)	(64,643)
Unencumbered cash balance, beginning of year	(64,643)	–
Unencumbered cash balance, end of year	$ (79,755)	$ (64,643)

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

BOND AND INTEREST FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET – REGULATORY BASIS

	Year ended June 30,			
		2021		
	2020 Actual	Actual	Budget	Variance favorable (unfavorable)
Cash receipts:				
Taxes and shared receipts:				
Ad valorem property tax	$ 1,307,838	$ 1,338,381	$ 1,300,035	$ 38,346
Delinquent tax	25,865	25,947	16,813	9,134
Motor vehicle and 16/20M truck tax	183,405	204,003	196,680	7,323
Recreational vehicle tax	3,770	4,377	3,789	588
Commercial vehicle tax	2,047	2,624	1,817	807
In lieu of tax	197	197	–	197
State aid	1,629,313	1,691,057	1,691,057	–
Miscellaneous	24,401	–	–	–
Proceeds from general obligation bonds	–	–	–	–
Total cash receipts	3,176,836	3,266,586	$ 3,210,191	$ 56,395
Expenditures:				
Principal	2,155,000	2,280,000	$ 2,280,000	$ –
Interest	750,913	685,535	685,536	1
Bond issue cost	–	–	100	100
Payment to bond escrow agent	–	–	–	–
Total expenditures	2,905,913	2,965,535	$ 2,965,636	$ 101
Cash receipts over expenditures	270,923	301,051		
Unencumbered cash balance, beginning of year	2,843,889	3,114,812		
Unencumbered cash balance, end of year	$ 3,114,812	$ 3,415,863		

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CONSTRUCTION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES – REGULATORY BASIS

	Year ended June 30, 2021	Year ended June 30, 2020
Cash receipts:		
Proceeds from general obligation bonds	$ –	$ –
	–	–
Miscellaneous	–	–
Total cash receipts	–	–
Expenditures:		
Facility acquisition and construction	–	112,046
Bond issue cost	–	–
Debt service	–	24,401
Total expenditures	–	136,447
Cash receipts over (under) expenditures	–	(136,447)
Unencumbered cash balance, beginning of year	–	136,447
Unencumbered cash balance, end of year	$ –	$ –

Schedule 3

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

DISTRICT ACTIVITY FUNDS

SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS

For the year ended June 30, 2021

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encum-brances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:							
High School:							
Athletics	$ 36,747	$ –	$ 82,972	$ 68,816	$ 50,903	$ 15,323	$ 66,226
Middle School:							
Athletics	2,167	–	19,170	19,803	1,534	373	1,907
Total gate receipts	38,914	–	102,142	88,619	52,437	15,696	68,133
Special Projects:							
High School:							
Building Fundraising	33	–	–	7	26	–	26
Concessions	15,399	–	16,924	21,207	11,116	266	11,382
Total High School	15,432	–	16,924	21,214	11,142	266	11,408
Middle School:							
Building Fundraising	3,484	–	16,262	9,278	10,468	–	10,468
Memory book	2,655	–	694	2,097	1,252	–	1,252
Concessions	302	–	–	–	302	–	302
Total Middle School	6,441	–	16,956	11,375	12,022	–	12,022
Intermediate School:							
School fund raising	1,431	–	546	–	1,977	–	1,977
Elementary School:							
Student Activity	1,679	–	698	252	2,125	–	2,125
Total Special Projects	24,983	–	35,124	32,841	27,266	266	27,532
Total District Activity Funds	$ 63,897	$ –	$ 137,266	$ 121,460	$ 79,703	$ 15,962	$ 95,665

Schedule 4

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

ALL AGENCY FUNDS

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS – REGULATORY BASIS

For the Year Ended June 30, 2021

Fund	Beginning cash balance	Cash receipts	Cash disbursements	Ending cash balance
Student Organizations:				
High School:				
Class of 2017	$ 177	$ –	$ 12	$ 165
Class of 2020	303	–	28	275
Class of 2021	263	19	282	–
Class of 2022	223	–	–	223
Student council	2,407	5,720	6,536	1,591
FBLA	1,264	–	8	1,256
Kays	3,045	511	2,086	1,470
Band	9,468	7,014	4,618	11,864
Drama	4,146	1,177	953	4,370
Cheerleaders	1,600	3,504	2,358	2,746
Foreign Language	198	–	–	198
FCA	554	–	250	304
Vocal music	91	200	–	291
FCCLA	106	–	–	106
National Honor Society	781	250	385	646
SADD	364	–	–	364
Yearbook	–	1,024	1,024	–
TSA	2,521	80	105	2,496
Thespians	378	–	78	300
Green Club	346	525	205	666
Prom	4,655	1,768	4,378	2,045
RH Lettermen's club	103	–	–	103
Total High School	32,993	21,792	23,306	31,479
Middle School:				
Band	–	1,037	698	339
Drama	1,239	1,219	491	1,967
Student book club	–	–	–	–
Chain links club	–	–	–	–
Vocal Music	2,234	3,470	4,221	1,483
Student council	1,769	1,779	2,019	1,529
Total Middle School	5,242	7,505	7,429	5,318
Intermediate School:				
Student council	78	–	–	78
Total Student Organizations	$ 38,313	$ 29,297	$ 30,735	$ 36,875
Sales Tax	$ 11	$ 12,670	$ 12,310	$ 371

(This page left blank intentionally.)

FEDERAL COMPLIANCE

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2021

Federal Grantor/Program Title	Federal CDFA Number	Identifying Number	Federal Expenditures
U.S. Department of Education			
Passed Through State Department of Education:			
Tiltle I to Local Educational Agencies	84.010A	3532-3520	$ 154,545
Supporting Effective Instruction	84.367A	3526-3860	37,457
Student Support & Academic Enrichment	84.424A	3113-3113	15,884
COVID-19 - Elementary & Secondary School Emergency Relief Fund	84.425D	3233-3040	22,479
Total U.S. Department of Education			230,365
U.S. Department of Agriculture			
Passed Through State Department of Education:			
Summer Food Service Program for Children	10.559	3230-3020	701,831
Total U.S. Department of Agriculture			701,831
U.S. Department of Treasury			
Passed Through State Department of Education:			
COVID-19 - Corona Virus Relief Fund	21.019	3753-3771	16,472
Passed Through Unified Government of Butler County:			
COVID-19 - Corona Virus Relief Fund	21.019	N/A	607,957
Total U.S. Department of Treasury			624,429
Total Schedule of Expenditures of Federal Awards			$ 1,556,625

Notes to Schedule:

Note A: General

The schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2021. 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).

Note B: Indirect Cost Rate

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

Note C: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. This is the same basis of accounting used in the District's regulatory basis financial statements. The information presented in this schedule is in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

UNIFIED SCHOOL DISTRICT NO. 394
ROSE HILL, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended June 30, 2021

A. SUMMARY OF AUDITOR'S RESULTS

Financial Statement:

The auditors' report expresses an adverse opinion on the financial statement of Unified School District No. 394 on the Generally Accepted Accounting Principles (GAAP) basis of accounting, but an unmodified opinion on the regulatory basis of accounting as prescribed by the State of Kansas.

Internal Control over Financial Reporting:

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

Federal Awards:

Internal control over major programs:

Material weakness(es) identified?	____ Yes	X No	
Significant deficiency(ies) identified?	____ Yes	X None reported	

The auditors' report on compliance for the major federal award programs for Unified School District No. 394 expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance ____ Yes X No

Identification of major programs:

U.S. Department of Treasury
COVID-19 - Corona Virus Relief Fund CFDA #21.019

The threshold for distinguishing Types A and B programs was $750,000.

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

B. FINDINGS - FINANCIAL STATEMENT AUDIT

None.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None.

GBN, P.A.

12001 E. 13th Street North • Wichita, Kansas 67206 • Telephone (316) 262-6277

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
Rose Hill Unified School District No. 394
Rose Hill, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the statutory basis financial statements of Unified School District No. 294, Rose Hill, Kansas, (the District) as of and for the year ended June 30, 2021, and have issued our report thereon dated June 30, 2022.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's statutory basis financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an

opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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

GBN, P.A

Wichita, Kansas
June 30, 2022

GBN, P.A.

12001 E. 13th Street North • Wichita, Kansas 67206 • Telephone (316) 262-6277

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

Board of Education
Rose Hill Unified School District No. 394
Rose Hill, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of Unified School District No. 394, Rose Hill, Kansas, (the District) with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for of the District's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

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

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

GBN, P.A.

Wichita, Kansas
June 30, 2022