

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

REGULATORY STATUTORY BASIS
FINANCIAL STATEMENTS
For the year ended June 30, 2019

And

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

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UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

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Mayetta, Kansas

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Karlin & Long, LLC
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Board of Education
Unified School District No. 337
Mayetta, Kansas 66509

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 337, Mayetta, Kansas as of and for the year ended June 30, 2019, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; 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 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 Unified School District No. 337, Mayetta, 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 Unified School District No. 337, Mayetta, Kansas as of June 30, 2019, 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 Unified School District No. 337, Mayetta, Kansas as of June 30, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Other Reporting Required by Government Auditing Standards

In accordance with “Government Auditing Standards”, we have also issued our report dated August 5, 2019, on our consideration of the District’s internal control over financial reporting and 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 of financial reporting or on compliance. That report is an integral part of an audit performed in accordance with “Government Audit Standards” and should be considered in assessing the results of our audit.

Supplementary Information

Our audit was conducted for the purpose of forming 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 regulatory basis receipts and expenditures-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*. The accompany schedule of expenditures of federal awards is presented for purposes of additional analysis as required but U.S Office of Management and Budget "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards at 2 CFR 200 (Uniform Guidance) and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial 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.

Karlin & Long, LLC

Karlin & Long, LLC
Certified Public Accountants

Lenexa, KS
August 5, 2019

USD #337 MAYETA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Funds							
General	\$ 0	\$ 0	\$ 6,593,559	\$ 6,593,559	\$ 0	\$	\$ 0
Supplemental General	98,394	0	2,128,371	2,164,432	62,333		62,333
Special Purpose Funds							
Career and Postsecondary Education	79,711	0	205,701	201,759	83,653		83,653
Special Education	424,619	0	1,222,710	1,207,329	440,000		440,000
Driver Education	19,816	0	11,011	11,005	19,822		19,822
Food Service	75,330	0	443,146	442,609	75,867		75,867
Capital Outlay	1,352,331	0	1,111,344	1,252,679	1,210,996		1,210,996
Gifts and Grants	13,197	0	12,699	12,515	13,381		13,381
Parent Education	45,000	0	64,000	64,032	44,968		44,968
Professional Development	54,446	0	47,345	41,225	60,566		60,566
Summer School	0	0	0	0	0		0
Extraordinary School Program	111,331	0	43,789	42,888	112,232		112,232
KPERS Special Contribution	0	0	585,992	585,992	0		0
At Risk (K-12)	49,786	0	717,000	696,914	69,872		69,872
At Risk (4 year olds)	0	0	70,618	63,418	7,200		7,200
District Activity Funds	97,543	0	192,342	191,407	98,478		98,478
Textbook Rental Fund	160,020	0	51,680	22,681	189,019		189,019
Contingency Reserve Fund	380,000	0	0	0	380,000		380,000
Title I	0	0	105,904	105,904	0		0
Impact Aid	119,365	0	119,355	96,276	142,444		142,444
Title VI	0	0	52,262	52,262	0		0
Title IIA - Teacher Quality	0	0	18,274	18,274	0		0
JCCTCC Grant	9,317	0	15,000	9,213	15,104		15,104
Title IV (A)	0	0	14,613	14,613	0		0
Grow Your Own teacher	477	0	1	0	478		478
Total Reporting Entity	\$ 3,090,683	\$ 0	\$ 13,826,716	\$ 13,890,986	\$ 3,026,413	\$ 0	\$ 3,026,413

Composition of Cash

Checking Accounts	\$ 148,875
Savings Accounts	2,371,359
Certificates of Deposit	547,833
Total Cash	3,068,067
Agency Funds per Schedule 4	41,654
Total Reporting Entity	\$ 3,026,413

The notes to the financial statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

USD No. 337 is a municipal corporation governed by an elected seven member board. The district as an entity has been defined to include, on a combined basis, (a) USD No.337 (b) organizations for which USD No. 337 is financially accountable, and (c) other organizations for which the nature and significance of their relationship with USD No.337 are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the District for the year 2019:

Governmental Funds

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

Special Purpose Fund – Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long term debt) that are intended for specified purposes.

Agency Funds – Funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, activity accounts, etc.).

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (continued)

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 municipality 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 municipality to use the regulatory basis of accounting.

Reimbursed Expenses

Expenditures in the amount of \$ 9,508 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses 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 expense was directly tied to the amount of the original cash disbursement.

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

Budgetary Information

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.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year 2019.

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

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

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

Title IIA Fund	Title V Fund
Contingency Reserve Fund	District Activity Funds
Title I Fund	Title VII Fund
Textbook Rental Fund	JCCTCC Grant Fund
Grow Your Own Teacher Fund	Impact Aid Fund
Parent Info Resource Grant Fund	Title IV (A) Fund
RVMS Afterschool Grant Fund	

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

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (continued)

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE 2 – Deposits and Investments

Deposits

K.S.A. 9-1401 establishes the depositories which may be used by the district. The statute requires banks eligible to hold the district's funds have a main or branch bank in the county 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 FDIC coverage. The district has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the district's investments of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The district has no investment policy that would further limit its investment choices. The district had no investments during 2019.

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 K.S.A. 9-1405.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. State statutes require the district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2019.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (continued)

Custodial Credit Risk – Deposits (continued)

At June 30, 2019, the government's carrying amount of deposits was \$ 3,068,067 and the bank balance was \$ 3,001,414. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$ 250,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the district's name.

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.

NOTE 3 – In-Substance Receipt in Transit

The district received \$ 306,485 subsequent to June 30, 2019 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, 2019.

NOTE 4 – Defined Benefit Pension Plan

Plan Description – USD 337 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. That report may be obtained by writing to KPERS (611 S. Kansas; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions – K.S.A 74-4919 and K.S.A. 74-49,210 establish the KPERS member employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015 Kansas law established the KPERS member-employee contributions 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.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Defined Benefit Pension Plan (continued)

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on 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 16.38% and 12.01% respectively, for the fiscal year ended June 30, 2018. The actuarially determined employer contribution rate and the statutory contribution rate was 14.59% and 13.21% for the fiscal year ended June 30, 2019

Per 2017 Senate Substitute for House Bill 2052m section 37(a), a state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill stipulated that repayments of the reduced contributions are to be amortized over twenty years at the level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year. The first year payment of \$6.4 million was received in July of 2017

Per 2017 Senate Substitute for House Bill 2002, section 51(a), a state general fund employer contributions to KPERS were decreased by \$194,022,683 for the fiscal year ended June 30, 2019. Section 56(19) of the bill stipulates that repayments of the reduced contributions are to be amortized over twenty years at the level dollar amount commencing in fiscal year 2020. The level dollar amount was computed to be \$19.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employers share except for the 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 \$585,992 for the year ended June 30, 2019

Net Pension Liability At June 30, 2019 the District's proportionate share of collective net pension liability reported by KPERS was \$8,787,004. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. 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, 2018. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements. 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 publically available on the website www.kpers.org or can be obtained as described above.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 5 – Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the county carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

NOTE 6 – Stewardship, Compliance and Accountability

We noted no violations of Kansas Statutes during the period under examination.

NOTE 7 – Compensated Absences

Classified employees and administrators receive one day of sick leave for each full month of contracted employment. They may accumulate an amount of days equal to annual contracted full months multiplied by five. Once a classified employee or administrator has accumulated the maximum number of sick leave days, the employee will be paid at a rate of 70% of his hourly pay for the unused days in October of each contract year. Teachers have the option of receiving payment for unused sick leave (maximum of ten days) or transferring one or more days to a special sick leave account. The district has not computed or recorded the liability at year end.

NOTE 8 – Operating lease

The District has entered into an operating lease for copiers. The lease is from Century Business Technologies dated September 16, 2014, the term is for 66 months, and the total to be paid is \$ 52,300. At the end of the lease, the District is to return the copiers lease.

NOTE 9 – Other Post Employment Benefits

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

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

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 10 – Interfund Transactions

Operating transfers were as follows:

From	To	Authority	Amount
General Fund	Parent Education Fund	K.S.A. 72-6428	\$ 5,087
General Fund	Textbook Rental Fund	K.S.A. 72-6428	15,000
General Fund	Special Education Fund	K.S.A. 72-6428	953,844
General Fund	Capital Outlay Fund	K.S.A. 72-6428	444,621
General Fund	At Risk Fund	K.S.A. 72-6428	397,968
General Fund	At Risk (4 Year Old)	K.S.A. 72-6428	63,418
General Fund	Career & Postsecondary Fund	K.S.A. 72-6428	6,105
General Fund	Professional Dev. Fund	K.S.A. 72-6428	4,200
General Fund	Food Service Fund	K.S.A. 72-6428	18,500
General Fund	Drivers Education	K.S.A. 72-6425	2,720
Supplemental General Fund	Career & Postsecondary Fund	K.S.A. 72-6425	196,611
Supplemental General Fund	Parent Education Fund	K.S.A. 72-6425	17,641
Supplemental General Fund	Special Education Fund	K.S.A. 72-6425	129,332
Supplemental General Fund	Extraordinary Schools Fund	K.S.A. 72-6425	11,700
Supplemental General Fund	At Risk Fund	K.S.A. 72-6425	319,032

NOTE 11 – Subsequent Events

Subsequent events for management's review have been evaluated through August 5, 2019. The date in the prior sentence is the date the financial statements were available to be issued.

UNIFIED SCHOOL DISTRICT NO.337
Mayetta, Kansas

NOTES TO FINANCIAL STATEMENTS

Note 12 - Long Term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2019 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
None			\$		\$ 0	\$	\$ 0	\$ 0	\$ 0	\$ -
Leases										
School Addition - refinance	2.90%	9/1/13	3,565,000	4/1/23	1,980,000		370,000	(370,000)	1,610,000	69,650
Total Long Term Debt					<u>\$ 1,980,000</u>	<u>\$ 0</u>	<u>\$ 370,000</u>	<u>\$ (370,000)</u>	<u>\$ 1,610,000</u>	<u>\$ 69,650</u>

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

	2020	2021	2022	2023	Total
Principal					
General Obligation Bonds	\$	\$	\$	\$	\$ 0
Special Assessment Bonds					0
Certificates of Participation					0
Capital Leases	380,000	395,000	410,000	425,000	1,610,000
Revenue Bonds					0
KDHE Loans					0
Temporary Notes					0
Total Principal	<u>380,000</u>	<u>395,000</u>	<u>410,000</u>	<u>425,000</u>	<u>1,610,000</u>
Interest					
General Obligation Bonds					0
Special Assessment Bonds					0
Certificates of Participation					0
Capital Leases	58,550	46,200	32,375	17,000	154,125
Revenue Bonds					0
KDHE Loans					0
Temporary Notes					0
Total Interest	<u>58,550</u>	<u>46,200</u>	<u>32,375</u>	<u>17,000</u>	<u>154,125</u>
Total Principal and Interest	<u>\$ 438,550</u>	<u>\$ 441,200</u>	<u>\$ 442,375</u>	<u>\$ 442,000</u>	<u>\$ 1,764,125</u>

Unified School District No. 337, Mayetta, Kansas

Regulatory-Required

Supplementary Information

For the year ended June 30, 2019

USD #337 MAYETTA, KANSAS

Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustments to Comply with Legal Max</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
Governmental Type Funds						
General Funds						
General	\$ 6,762,711	\$ (178,660)	\$ 9,508	\$ 6,593,559	\$ 6,593,559	\$ 0
Supplemental General	2,164,432	0	0	2,164,432	2,164,432	0
Special Purpose Funds						
Career and Postsecondary Education	244,500	0	0	244,500	201,759	(42,741)
Special Education	1,574,300	0	0	1,574,300	1,207,329	(366,971)
Driver Training	16,500	0	0	16,500	11,005	(5,495)
Food Service	518,000	0	0	518,000	442,609	(75,391)
Capital Outlay	1,500,500	0	0	1,500,500	1,252,679	(247,821)
Gifts and Grants	61,000	0	0	61,000	12,515	(48,485)
Parent Education	71,600	0	0	71,600	64,032	(7,568)
Professional Development	49,000	0	0	49,000	41,225	(7,775)
Summer School	20,000	0	0	20,000	0	(20,000)
Extraordinary School Program	86,800	0	0	86,800	42,888	(43,912)
KPERS Special Contribution	917,723	0	0	917,723	585,992	(331,731)
At-Risk Fund (K-12)	700,000	0	0	700,000	696,914	(3,086)
At-Risk Fund (4 year olds)	73,000	0	0	73,000	63,418	(9,582)

USD #337 MAYETTA, KS

GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Commercial vehicle tax			0
Federal grants	350,943	280,000	70,943
State aid/grants	6,233,108	6,482,711	(249,603)
Miscellaneous revenues			0
Interest income			0
Reimbursements	9,508		9,508
Operating transfers			0
Total Cash Receipts	<u>6,593,559</u>	<u>6,762,711</u>	<u>(169,152)</u>
EXPENDITURES			
Instruction	2,958,807	3,092,060	(133,253)
Student support services	173,093	184,100	(11,007)
Instruction support staff	373,153	391,000	(17,847)
General administration	118,923	155,675	(36,752)
School administration	547,106	527,000	20,106
Operations and maintenance	430,116	448,000	(17,884)
Student transportation services			0
Central support services	43,098	44,000	(902)
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	1,949,263	1,920,876	28,387
Adjustment to comply with legal max		(178,660)	178,660
Adjustment for qualifying budget credits		9,508	(9,508)
Total Expenditures	<u>6,593,559</u>	<u>\$ 6,593,559</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>		

USD #337 MAYETTA, KS

SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 543,821	562,974	\$ (19,153)
Delinquent tax	11,516	6,842	4,674
Motor vehicle tax	83,713	81,844	1,869
RV tax	2,161	1,958	203
16/20 truck tax	5,888		5,888
Commercial vehicle tax	2,254	1,958	296
Watercraft tax	711		711
Federal grants			0
State aid/grants	1,478,307	1,478,307	0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>2,128,371</u>	<u>2,133,883</u>	<u>(5,512)</u>
EXPENDITURES			
Instruction	202,004	210,706	(8,702)
Student support services	39,477	42,410	(2,933)
Instruction support staff	86,461	84,926	1,535
General administration	65,611	87,750	(22,139)
School administration	139,457	200,940	(61,483)
Operations and maintenance	493,988	486,500	7,488
Student transportation services	463,118	451,200	11,918
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	674,316	600,000	74,316
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>2,164,432</u>	<u>\$ 2,164,432</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(36,061)		
Unencumbered Cash, Beginning	98,394		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 62,333</u>		

USD #337 MAYETTA, KS

CAREER AND POSTSECONDARY EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Commercial vehicle tax			0
Federal grants			0
State aid/grants	2,985	3,022	(37)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>202,716</u>	<u>200,000</u>	<u>2,716</u>
Total Cash Receipts	<u>205,701</u>	<u>203,022</u>	<u>2,679</u>
EXPENDITURES			
Instruction	184,953	225,500	(40,547)
Student support services	399	2,000	(1,601)
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services	16,407	17,000	(593)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>201,759</u>	<u>\$ 244,500</u>	<u>\$ (42,741)</u>
Receipts Over (Under) Expenditures	3,942		
Unencumbered Cash, Beginning	79,711		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 83,653</u>		

USD #337 MAYETTA, KS

SPECIAL EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Commercial vehicle tax			0
Federal grants	137,161	140,000	(2,839)
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	2,373	100,000	(97,627)
Operating transfers	1,083,176	1,071,876	11,300
Total Cash Receipts	1,222,710	1,311,876	(89,166)
EXPENDITURES			
Instruction	1,102,186	1,414,300	(312,114)
Student support services		7,500	(7,500)
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services	105,143	152,500	(47,357)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	1,207,329	\$ 1,574,300	\$ (366,971)
Receipts Over (Under) Expenditures	15,381		
Unencumbered Cash, Beginning	424,619		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 440,000		

USD #337 MAYETTA, KS

DRIVER TRAINING FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Commercial vehicle tax			0
Federal grants			0
State aid/grants	4,116	3,640	476
Charges for services			0
Interest income			0
Miscellaneous revenues	4,175		4,175
Operating transfers	2,720	4,000	(1,280)
Total Cash Receipts	11,011	7,640	3,371
EXPENDITURES			
Instruction	10,737	15,500	(4,763)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance		1,000	(1,000)
Student transportation services	268		268
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	11,005	\$ 16,500	\$ (5,495)
Receipts Over (Under) Expenditures	6		
Unencumbered Cash, Beginning	19,816		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 19,822		

USD #337 MAYETTA, KS

FOOD SERVICE FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Commercial vehicle tax			0
Federal grants	255,026	238,152	16,874
State aid/grants	4,466	3,683	783
Charges for services	165,154	152,615	12,539
Interest income			0
Miscellaneous revenues		70,000	(70,000)
Operating transfers	18,500		18,500
Total Cash Receipts	443,146	464,450	(21,304)
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations	442,609	518,000	(75,391)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	442,609	\$ 518,000	\$ (75,391)
Receipts Over (Under) Expenditures	537		
Unencumbered Cash, Beginning	75,330		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 75,867		

USD #337 MAYETTA, KS

CAPITAL OUTLAY FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 260,660	\$ 243,177	\$ 17,483
Delinquent tax	4,793	3,189	1,604
Motor vehicle tax	35,851	35,156	695
RV tax	923	842	81
16/20 truck tax	2,427		2,427
Commercial vehicle tax	1,022	842	180
Watercraft tax	328		328
Federal grants			0
State aid/grants	162,730	162,721	9
Charges for services			0
Interest income	8,483		8,483
Miscellaneous revenues	189,506	100,000	89,506
Operating transfers	444,621	450,000	(5,379)
Total Cash Receipts	1,111,344	995,927	115,417
EXPENDITURES			
Instruction	148,552	240,000	(91,448)
Student support services			0
Instruction support staff	28,534	35,000	(6,466)
General administration			0
School administration			0
Operations and maintenance	37,129	40,000	(2,871)
Student transportation services	141,069	200,000	(58,931)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services	897,395	985,500	(88,105)
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	1,252,679	\$ 1,500,500	\$ (247,821)
Receipts Over (Under) Expenditures	(141,335)		
Unencumbered Cash, Beginning	1,352,331		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 1,210,996		

USD #337 MAYETTA, KS

GIFTS AND GRANTS FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	12,699	51,000	(38,301)
Operating transfers			0
Total Cash Receipts	<u>12,699</u>	<u>51,000</u>	<u>(38,301)</u>
EXPENDITURES			
Instruction	12,515	61,000	(48,485)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>12,515</u>	<u>\$ 61,000</u>	<u>\$ (48,485)</u>
Receipts Over (Under) Expenditures	184		
Unencumbered Cash, Beginning	13,197		
Prior Year Cancelled Encumbrances	<u>0</u>		

Unencumbered Cash, Ending \$ 13,381

Note: Not a budget violation per Kansas Statutes

USD #337 MAYETTA, KS

PARENT EDUCATION FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	41,272	40,606	666
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>22,728</u>	<u>15,000</u>	<u>7,728</u>
Total Cash Receipts	<u>64,000</u>	<u>55,606</u>	<u>8,394</u>
EXPENDITURES			
Instruction			0
Student support services	64,032	71,600	(7,568)
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>64,032</u>	<u>\$ 71,600</u>	<u>\$ (7,568)</u>
Receipts Over (Under) Expenditures	(32)		
Unencumbered Cash, Beginning	45,000		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 44,968</u>		

USD #337 MAYETTA, KS

PROFESSIONAL DEVELOPMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	5,345	5,000	345
Charges for services			0
Interest income			0
Miscellaneous revenues		10,000	(10,000)
Operating transfers	42,000	25,000	17,000
Total Cash Receipts	47,345	40,000	7,345
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff	41,225	49,000	(7,775)
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	41,225	\$ 49,000	\$ (7,775)
Receipts Over (Under) Expenditures	6,120		
Unencumbered Cash, Beginning	54,446		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 60,566		

USD #337 MAYETTA, KS

SUMMER SCHOOL FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues		20,000	(20,000)
Operating transfers			0
Total Cash Receipts	0	20,000	(20,000)
EXPENDITURES			
Instruction		20,000	(20,000)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Community support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	0	\$ 20,000	\$ (20,000)
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		

USD #337 MAYETTA, KS

EXTRAORDINARY SCHOOL PROGRAM FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	32,089	30,000	2,089
Operating transfers	11,700		11,700
Total Cash Receipts	43,789	30,000	13,789
EXPENDITURES			
Instruction	25,758	51,300	(25,542)
Student support services	2,062	4,500	(2,438)
Instruction support staff	14,914	30,000	(15,086)
General administration			0
School administration	154	1,000	(846)
Operations and maintenance			0
Student transportation services			0
Community support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	42,888	\$ 86,800	\$ (43,912)
Receipts Over (Under) Expenditures	901		
Unencumbered Cash, Beginning	111,331		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 112,232		

USD #337 MAYETTA, KS

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	585,992	917,723	(331,731)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>585,992</u>	<u>917,723</u>	<u>(331,731)</u>
EXPENDITURES			
Instruction	215,284	576,269	(360,985)
Student support services	17,734	34,930	(17,196)
Instruction support staff	24,560	53,836	(29,276)
General administration	42,072	26,074	15,998
School administration	25,097	79,778	(54,681)
Operations and maintenance	192,527	68,482	124,045
Student transportation services	56,738	44,066	12,672
Central support services	2,183	6,909	(4,726)
Other support services			0
Food service operations	9,797	27,379	(17,582)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>585,992</u>	<u>\$ 917,723</u>	<u>\$ (331,731)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>		

USD #337 MAYETTA, KS

AT RISK FUND (K-12)
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>717,000</u>	<u>700,000</u>	<u>17,000</u>
Total Cash Receipts	<u>717,000</u>	<u>700,000</u>	<u>17,000</u>
EXPENDITURES			
Instruction	696,914	700,000	(3,086)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>696,914</u>	<u>\$ 700,000</u>	<u>\$ (3,086)</u>
Receipts Over (Under) Expenditures	20,086		
Unencumbered Cash, Beginning	49,786		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 69,872</u>		

USD #337 MAYETTA, KS

AT RISK FUND (4 year old)

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues		18,000	(18,000)
Operating transfers	70,618	55,000	15,618
Total Cash Receipts	70,618	73,000	(2,382)
EXPENDITURES			
Instruction	63,418	73,000	(9,582)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	63,418	\$ 73,000	\$ (9,582)
Receipts Over (Under) Expenditures	7,200		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 7,200		

USD #337 MAYETTA, KS

ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2019

	<u>Textbook</u>	<u>Contingency Reserve</u>	<u>Title I</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			105,904
State aid/grants			
Charges for services	36,680		
Interest income			
Miscellaneous revenues			
Operating transfers	<u>15,000</u>		
Total Cash Receipts	<u>51,680</u>	<u>0</u>	<u>105,904</u>
EXPENDITURES			
Instruction	22,681		105,904
Student support services			
Instruction support staff			
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>22,681</u>	<u>0</u>	<u>105,904</u>
Receipts Over (Under) Expenditures	28,999	0	0
Unencumbered Cash, Beginning	160,020	380,000	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>189,019</u></u>	\$ <u><u>380,000</u></u>	\$ <u><u>0</u></u>

USD #337 MAYETTA, KS

ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2019

	Impact Aid	Title VI	Title IIA
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants	119,355	52,262	18,274
State aid/grants			
Charges for services			
Interest income			
Miscellaneous revenues			
Operating transfers			
Total Cash Receipts	<u>119,355</u>	<u>52,262</u>	<u>18,274</u>
EXPENDITURES			
Instruction	61,776	52,262	18,274
Student support services	5,000		
Instruction support staff			
General administration			
School administration			
Operations and maintenance			
Student transportation services	29,500		
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>96,276</u>	<u>52,262</u>	<u>18,274</u>
Receipts Over (Under) Expenditures	23,079	0	0
Unencumbered Cash, Beginning	119,365	0	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 142,444</u>	<u>\$ 0</u>	<u>\$ 0</u>

USD #337 MAYETTA, KS

ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2019

	JCCTCC Grant	Title IV (A)	Grow Your Own Teacher
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants		14,613	
State aid/grants			
Charges for services			
Interest income			1
Miscellaneous revenues	15,000		
Operating transfers			
Total Cash Receipts	<u>15,000</u>	<u>14,613</u>	<u>1</u>
EXPENDITURES			
Instruction	295		
Student support services			
Instruction support staff		14,613	
General administration	8,918		
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>9,213</u>	<u>14,613</u>	<u>0</u>
Receipts Over (Under) Expenditures	5,787	0	1
Unencumbered Cash, Beginning	9,317	0	477
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 15,104</u>	<u>\$ 0</u>	<u>\$ 478</u>

USD #337 MAYETTA, KS

AGENCY FUNDS
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2019

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
RV Foundation	\$ 0	\$ 75	\$ 75	\$ 0
High School				
Class of 2019	150		150	0
Class of 2020	108	2,460	2,460	108
Cheerleaders	597	14,209	11,492	3,314
Dance Team	549	1,115	1,199	465
Band flag squad	357			357
Student Council	1,518	1,217	2,268	467
FCCLA	4,285	17,499	18,402	3,382
FFA	3,433	23,947	20,430	6,950
Kays	190	3,176	3,302	64
National Honor Society	514	1,352	1,454	412
SADD	286		69	217
Native American Club	8			8
Art Club	1,396	576	856	1,116
Scholar Bowl	71			71
JCYC	3,232	1,275	394	4,113
AV Club	719		25	694
Greenhouse	4,509	6,023	4,926	5,606
Band	9,390	32,983	36,802	5,571
Drumline/Percussion	302	1,459	1,503	258
Forensics	42	4,089	3,281	850
Mexico Trip	229	967	909	287
Middle school				
Cheer Club	490	3,192	3,512	170
Student Council	302	8,769	5,357	3,714
Band	301	1,301	1,332	270
NA Singer/Dancer Club	38			38
Art Class	134	1,577	1,491	220
Scholarships	902		50	852
Fundraisers	787	1,717	1,681	823
RVMS Great, Grants	100	1,000	1,000	100
Flower Coffee fund	21	290	152	159
National History	243	250	133	360
Quilts, Cancer, Steam, RVMS pr	552	2,196	3,947	(1,199)
History Fair Fund	2,178	290	631	1,837
Total	\$ 37,933	\$ 133,004	\$ 129,283	\$ 41,654

The notes to the financial statements are an integral part of this statement.

USD #337 MAYETTA, KS

DISTRICT ACTIVITY FUNDS
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts							
Middle school							
Athletics	\$ 5,000	\$	\$ 14,676	\$ 9,343	\$ 10,333	\$	\$ 10,333
Concessions	500		4,940	4,940	500		500
High School							
Athletics	29,253		29,617	33,046	25,824		25,824
Miscellaneous	8,405		53,409	55,659	6,155		6,155
Subtotal Gate Receipts	43,158	0	102,642	102,988	42,812	0	42,812
School Projects							
Elementary School							
Faculty	385		904	1,092	197		197
Hospitality	2,612		1,013	1,601	2,024		2,024
Special Events	7,754		2,796	3,024	7,526		7,526
Library	1,194		7,451	6,451	2,194		2,194
Red Ribbon Week	903		500	507	896		896
PBP Charitable, Family, Book	4		3,849	3,831	22		22
Playground	2,060				2,060		2,060
Middle School							
Education Tech	399		724	724	399		399
Boys Basketball	199				199		199
Girls Basketball	66				66		66
Faculty	1,395			80	1,315		1,315
Library	0		1,673	1,673	0		-
Investments	14,021		1,558		15,579		15,579
Volleyball	93				93		93
School Machines	1,000		2,794	2,794	1,000		1,000
General	1,500		3,193	3,193	1,500		1,500
Yearbook	329				329		329
High School							
Sales tax	3		70		73		73
Booster/After Prom	203		19,683	19,883	3		3
Booster Club	2,033		9,302	10,133	1,202		1,202
Parent Spirit	234				234		234
Nutrition Advisory	534				534		534
School Musical/Drama	2,368		1,157	1,964	1,561		1,561
Business AV	426		1,027	1,166	287		287
Family and Consumer	0				0		-
Chorus/Vocal music	75		341	182	234		234
Publications	2,102		11,755	11,102	2,755		2,755
Art Classes	0		3,735	3,735	0		-
Library	815		309	349	775		775
Learning Lab	40				40		40
JAG Class	172		1,125	609	688		688
Band sales rent	0		1,388	1,388	0		-
Faculty Lab	248		160	152	256		256
Gifts/Donations	1,759				1,759		1,759
Advertising	408		2,450	2,024	834		834
After Prom Committee	9,051		10,743	10,762	9,032		9,032
Subtotal School Projects	54,385	0	89,700	88,419	55,666	0	55,666
Total District Activity Funds	\$ 97,543	\$ 0	\$ 192,342	\$ 191,407	\$ 98,478	\$ 0	\$ 98,478

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Karlin & Long, LLC
Certified Public Accountants

Board of Education
Unified School District No. 337
Mayetta, Kansas 66509

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*

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 *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units of Unified School District No. 337 as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Unified School District No. 337's basic financial statement, and have issued our report thereon dated August 5, 2019.

The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unmodified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered Unified School District No. 337, Mayetta, Kansas' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 337, Mayetta, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 337, Mayetta, Kansas' 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 organization'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.

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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 Unified School District No. 337's financial statement is 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 determination of financial statements amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Karlin & Long, LLC

Karlin & Long, LLC
Certified Public Accountants

August 5, 2019

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Karlin & Long, LLC
Certified Public Accountants

Board of Education
Unified School District No. 337
Mayetta, Kansas

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

Report on Compliance for Each Major Federal Program

We have audited United School District No. 337's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the United School District No. 337's major federal programs for the year ended June 30, 2019. United School District No. 337's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the United School District No. 337's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the United School District No. 337's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the United School District No. 337's compliance.

Opinion on Each Major Federal Program

In our opinion, the United School District No. 337, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

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Other Matters

United School District No. 337's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. United School District No. 337's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of the United School District No. 337, 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 United School District No. 337's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the United School District No. 337'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.

Karlin & Long, LLC

Karlin & Long, LLC
Certified Public Accountants
August 5, 2019

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2019

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass- Through Grantor Number	Federal Expenditures
<hr/> U.S. Department of Education <hr/>			
Passed through State Department of Education:			
Title I	84.010A	*	\$ 105,904
EHC FLO Thru	84.027A	*	15,292
EHC FLO Thru	84.173A	*	10,126
Reserve Fund	84.048A	*	5,576
Title II - Teacher Quality	84.367A	*	18,274
Student Support Academic Enrichment	84.424A	*	14,613
Department of Education Cluster			<hr/> 169,785 <hr/>
<hr/> U.S. Department of Agriculture <hr/>			
Passed through State Department of Education:			
School Breakfast Program	10.553	*	59,439
National School Lunch Program	10.555	*	195,587
Team Nutrition Training	10.574	*	200
Department of Agriculture Cluster			<hr/> 255,226 <hr/>
<hr/> Other Federal Assistance <hr/>			
Direct Programs:			
P.L. 382, Impact Aid	84.041	*	562,083
Title VII - Indian Education	84.060	*	52,262
Youth Risk Behavior	93.079	*	157
			<hr/>
Total Federal Assistance			<hr/> \$ 1,039,513 <hr/>

* Not available

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended June 30, 2019

A. Summary of Audit Results

1. The auditor's report expresses an Adverse Opinion on the financial statements of Unified School District #337 in accordance with Generally Accepted Accounting Principles. The auditor's report expresses an Unmodified Opinion on the financial statements in accordance with the regulatory basis.
2. No significant deficiencies relating to the audit of the general purpose financial statements are reported in the 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.
3. No instances of noncompliance material to the general purpose financial statements of Unified School District #337 were disclosed during the audit.
4. The auditor's report on compliance for the major federal award programs for Unified School District #337 expresses an unmodified opinion on all major federal programs.
5. Audit findings that are required to be reported in accordance with Section 510 (a) of the Uniform Guidance relative to the major federal award programs for Unified School District #337 are reported in this schedule.
6. The programs tested as major programs included:
Department of Education
P.L. 382, Impact Aid, CFDA No. 84.041
7. Unified School District #337 was determined not to be a low-risk auditee.
8. The threshold for distinguishing types A and B programs was \$750,000.

B. Findings – Financial Statement Audit
None

C. Findings and Questioned Costs – Major Federal Awards Programs Audit
Department of Education
P.L. 382, CFDA No. 84.041

No findings of noncompliance or questioned costs were noted.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2019

NOTE 1 – Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 337 Mayetta, Kansas and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Regulatory Basis of Accounting – The regulatory basis of accounting, as used in the preparation of these regulatory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

Unified School District No. 337 has obtained a waiver from generally accepted accounting principles which allows the district to revert to regulatory basis of accounting.

Departure from Generally Accepted Accounting Principles – The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and mature principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles.

UNIFIED SCHOOL DISTRICT NO. 337
Mayetta, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2019

NOTE 1 – Basis of Accounting (continued)

Departure from Generally Accepted Account Principles (ctd.) - General fixed assets that account for the land, buildings, and equipment owned by the district are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

NOTE 2 – Pass-Through Awards

Unified School District No. 337 receives certain federal awards in the form of pass-through awards from the State of Kansas. Such amounts received as pass-through awards are specifically identified on the Schedule of Expenditures of Federal Awards.

NOTE 3 – Major Programs

In accordance with the Uniform Guidance, major programs are determined using a risk-based approach. The P.L. 382, Impact Aid has been determined by the independent auditor to be major programs.

NOTE 4 – Contingencies

The District receives funds under various federal grant programs and such awards are to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Managements believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

NOTE 5 – Indirect Costs

Unified School District No 337 has elected not to use the 10 percent de minimis indirect cost rate allowed under uniform guidance.