

UNIFIED SCHOOL DISTRICT NO. 237

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended June 30, 2022

MAPES & MILLER, LLP
Certified Public Accountants
Phillipsburg, Kansas

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas
June 30, 2022

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Roberta Reinking	-	Clerk
Linda Robinson	-	Treasurer

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UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

For the Year Ended June 30, 2022

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INDEPENDENT AUDITOR'S REPORT

Board of Education

Unified School District No. 237

Smith Center, KS 66967

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 237, Smith Center, Kansas, a Municipality, as of and for the year ended June 30, 2022, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying 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. 237, Smith Center, Kansas as of June 30, 2022, 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 accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 237, Smith Center, Kansas as of June 30, 2022, 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.

Basis for Adverse and Unmodified Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the Unified School District No. 237, Smith Center, Kansas and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by the Unified School District No. 237, Smith Center, 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 reasonable determinable, are presumed to be material.

Responsibilities of Management 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; this includes determining that the regulatory basis of accounting is an acceptable basis for the presentation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Unified School District No. 237, Smith Center, Kansas ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Unified School District No. 237, Smith Center, Kansas internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Unified School District No. 237, Smith Center, Kansas ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements – agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, and schedule of regulatory basis receipts and disbursements – student activity funds (Schedules 1, 2, 3, 4, and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. 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.

Respectfully submitted,
Mapes & Miller LLP
Certified Public Accountants

Phillipsburg, Kansas
January 9, 2023

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended June 30, 2022

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General Fund	\$ -	\$ -	\$ 3,869,448	\$ 3,869,448	\$ -	\$ 176,428	\$ 176,428
Supplemental General Fund	155,869	-	1,260,855	1,275,074	141,650	59,894	201,544
Special Purpose Funds							
At Risk (K-12) Fund	17,328	-	514,240	505,620	25,948	24,430	50,378
Bilingual Education Fund	1,947	-	893	1,000	1,840	-	1,840
Capital Outlay Fund	204,548	-	494,062	309,131	389,479	28,034	417,513
Driver Training Fund	14,877	-	6,976	6,787	15,066	-	15,066
Food Service Fund	62,071	-	408,039	406,914	63,196	3,017	66,213
Professional Development Fund	9,695	-	503	5,198	5,000	-	5,000
Parents as Teachers Fund	8,794	-	48,087	46,004	10,877	4,409	15,286
Special Education Fund	65,041	-	997,500	966,229	96,312	-	96,312
Career & Postsecondary Education Fund	18,218	-	195,632	204,285	9,565	11,878	21,443
KPERs Special Retirement Contribution Fund	-	-	437,280	437,280	-	-	-
Contingency Reserve Fund	-	12,907	15,690	-	28,597	-	28,597
Textbook Rental Fund	76,513	-	24,835	16,932	84,416	10,084	94,500
Gifts & Grants Funds	7,705	-	26,395	19,303	14,797	4,400	19,197
Federal Funds	(17,797)	-	389,867	384,778	(12,708) *	1,582	(11,126)
District Activity Funds	51,161	-	136,489	129,068	58,582	-	58,582
Trust Fund							
Scholarship Fund	19,806	-	1,606	2,300	19,112	-	19,112
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 695,776</u>	<u>\$ 12,907</u>	<u>\$ 8,828,397</u>	<u>\$ 8,585,351</u>	<u>\$ 951,729</u>	<u>\$ 324,156</u>	<u>\$ 1,275,885</u>

* See Note 3 Cash Basis Exception

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

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Statement 1
(Cont.)

SUMMARY STATEMENT OF RECEIPTS, DISBURSEMENTS AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended June 30, 2022

COMPOSITION OF CASH

Guaranty State Bank	
Checking	\$ 339,679
NOW Accounts	178,794
Savings Accounts	812,904
Certificates of Deposit	10,000
The Peoples Bank	
Checking	<u>20,988</u>
Total Cash	1,362,365
Agency Funds per Schedule 3	<u>(86,480)</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,275,885</u>

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

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. FINANCIAL REPORTING ENTITY

Unified School District No. 237, Smith Center, Kansas is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents Unified School District No. 237, Smith Center, Kansas, a Municipality.

B. REGULATORY BASIS FUND TYPES

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 for the District for the year ended June 30, 2022.

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

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

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

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

C. REGULATORY BASIS OF ACCOUNTING AND DEPARTURE FROM ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis 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 regulatory basis of accounting.

D. BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), 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:

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

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality held a revenue neutral rate hearing for this year.

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 such budget amendments for this year.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District 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, Agency Funds, and the following Special Purpose Funds:

Contingency Reserve Fund
Textbook Rental Fund
Gifts & Grants Fund
Federal Funds
District Activity Funds

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.

2. STEWARDSHIP COMPLIANCE AND ACCOUNTABILITY

Compliance With Kansas Statutes

A. Mandatory Purchase of Products:

K.S.A. 75-3322 requires districts to make purchases of products offered by Kansas industries for the blind and severely disabled. The District failed to make mandatory purchases offered by these industries during the year ending June 30, 2022.

B. Bilingual Education Fund:

K.S.A. 72-3613 requires the District to establish a Bilingual Education Fund and make expenditures directly attributable to the Bilingual program from this Fund. Based on the FTE for Bilingual, the District should have expended at least \$2,824 in the Bilingual Education Fund for fiscal year 2022. The District only budgeted and spent \$1,000 in the Bilingual Education Fund for the year ended June 30, 2022.

C. Preschool-Aged At Risk Fund:

K.S.A. 72-5154 requires the District to establish a Preschool-Aged At Risk Fund and make expenditures directly attributable to the program from the Fund. Based on the FTE for Preschool-Aged At Risk, the District should have expended at least \$11,765 in a Preschool-Aged At Risk Fund for the year ended June 30, 2022. The District did not have a Preschool-Aged At Risk Fund for fiscal year 2022.

D. Outstanding Checks:

K.S.A. 10-816 requires checks outstanding for two or more years be cancelled and restored to the fund originally charged. The High School Activity Fund has checks over two years old that have not been cancelled.

E. The District is not aware of any other non-compliance with Kansas statutes.

3. CASH BASIS EXCEPTION

The Federal Funds ended the year with a negative unencumbered cash balance of \$12,708. K.S.A. 12-1664 provides an exception for a cash basis law violation for intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed under conditions of the grant award. The negative balance of this fund is due to the COVID-19 ESSER II and ESSER III funding, which requires the recipient to spend the funds and then request reimbursement. The District made expenditures that relate to the COVID-19 ESSER II and ESSER III funding towards the end of the fiscal year and then requested the reimbursement. The reimbursement was received on July 18, 2022 in the amount of \$16,883 for ESSER II. Then a reimbursement of \$15,610 was received on September 13, 2022 for ESSER III.

4. DEPOSITS AND INVESTMENTS

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 investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

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.

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 on June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was \$1,362,365 and the bank balance was \$1,322,192. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$557,118 was covered by federal depository insurance, and the remaining \$765,074 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At Risk (K-12) Fund	K.S.A. 72-5167	\$ 295,000
General Fund	Special Education Fund	K.S.A. 72-5167	753,005
General Fund	Career & Postsecondary Education Fund	K.S.A. 72-5167	25,000
General Fund	Contingency Reserve Fund	K.S.A. 72-5167	15,690
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	172,826
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	893
Supplemental General Fund	Food Service Fund	K.S.A. 72-5143	28,783
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	478
Supplemental General Fund	Parents As Teachers Fund	K.S.A. 72-5143	5,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	140,000
Supplemental General Fund	Career & Postsecondary Education Fund	K.S.A. 72-5143	153,436

6. DEFINED BENEFIT PENSION PLAN

Plan Description - The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100; 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 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 15.59% and 14.23%, respectively, for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$437,280 for the year ended June 30, 2022.

Net Pension Liability – At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was \$3,409,026. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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, 2021. 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 publically available on the website at www.kpers.org or can be obtained as described above.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the 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 District makes health care benefits 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.

(b) Death and Disability Other Post Employment Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2022.

(c) Compensated Absences

Vacation

Classified employees earn vacation leave if they work 40 hours per week and 12 months per year. These employees earn 10 days' vacation leave per year after one year of employment and 15 days per year at the beginning of their 10th year of continuous service. No paid vacation is granted to classified employees who work less than 40 hours per week or less than twelve months per fiscal year. Vacation leave can be accumulated up to a total of fifteen days. The District does not pay for unused vacation leave when the employee ceases employment for any reason.

Sick Leave

Classified employees earn sick leave of 12 days per year if contracted for 12 months and 10 days per year if contracted for 10 months. Maximum accumulation for sick leave is 60 days for 12-month employees and 50 days for 10-month employees. Upon retirement, as defined by KPERS, the classified employee will be compensated for unused sick leave at the rate of \$50 per day up to 60 days maximum.

Certified employees earn 10 days sick leave per year and may accumulate up to a maximum of 70 days. Teachers also earn four days personal leave per year. Unused personal leave can be paid at the end of the contract year at the rate of \$200 per day or they may roll those days into accumulated sick leave instead. Upon retirement, as defined by KPERS, certified employees will be paid for unused sick leave up to 70 days, at the rate of \$125.00 per day if their resignation letter is submitted before February 1st. The rate is \$115 per day if submitted February 1st to February 29th, \$105 from March 1st to March 31st, \$95 from April 1st to April 30th, \$85 from May 1st to May 15th, and no payment for resignation letters received after May 15th.

(d) Deferred Compensation

Defined Contribution Plan

The District offers its employees the option to participate in a defined contribution plan created in accordance with Internal Revenue Code Section 403(b). In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan, available to all District employees, permits them to defer a portion of their current salary (for 2022, up to \$20,500 and an additional \$6,500 catch-up contribution for employees age 50 and over) until future years. The deferred compensation is not available to employees until termination, retirement, total and permanent disability, death, or certain financial hardship.

The Plan has contracted with AFPlanServ for selected plan administrative service. Among the services provided by AFPlanServ is approval of salary reduction agreements for beginning or changing amounts and/or providers.

8. RISK MANAGEMENT

The District participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

The Unified School District No. 237 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 purchased commercial insurance for these potential risks.

During the year ended June 30, 2022, the District did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

9. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$92,945 subsequent to June 30, 2022 and as required by K.S.A. 72-5135(d) the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

10. COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2022. Future potential impacts may include a decrease in certain revenues, reduced customer traffic and the temporary closure of operating hours of our offices.

As a result of the COVID-19 outbreak, numerous federal and state grants have been made available to the District to assist with the risks and help offset incurred costs of the District.

11. SUBSEQUENT EVENTS

The District has evaluated events subsequent to year end through the date of this report, and does not believe any events through the date of this report have occurred which effect the financial statement as presented.

UNIFIED SCHOOL DISTRICT NO. 237,
SMITH CENTER, KANSAS

REGULATORY REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2022

UNIFIED SCHOOL DISTRICT NO. 237

Smith Center, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

(Budgeted Funds Only)

For the Year Ended June 30, 2022

FUNDS	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds						
General Fund	\$ 3,938,451	\$ (112,473)	\$ 43,470	\$ 3,869,448	\$ 3,869,448	\$ -
Supplemental General Fund	1,299,650	(24,608)	32	1,275,074	1,275,074	-
Special Purpose Funds						
At Risk (K-12) Fund	515,106	-	-	515,106	505,620	(9,486)
Bilingual Education Fund	1,000	-	-	1,000	1,000	-
Capital Outlay Fund	578,752	-	-	578,752	309,131	(269,621)
Driver Training Fund	11,280	-	-	11,280	6,787	(4,493)
Food Service Fund	422,995	-	-	422,995	406,914	(16,081)
Professional Development Fund	7,542	-	-	7,542	5,198	(2,344)
Parents as Teachers Fund	55,238	-	-	55,238	46,004	(9,234)
Special Education Fund	1,021,591	-	-	1,021,591	966,229	(55,362)
Career & Postsecondary Education Fund	208,510	-	-	208,510	204,285	(4,225)
KPERS Special Retirement Contribution Fund	523,777	-	-	523,777	437,280	(86,497)

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

GENERAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General State Aid	\$ 3,277,517	\$ 3,331,494	\$ (53,977)
Special Education Aid	548,461	606,957	(58,496)
Reimbursements	43,470	-	43,470
	<u>3,869,448</u>	<u>\$ 3,938,451</u>	<u>\$ (69,003)</u>
Total Receipts			
EXPENDITURES			
Instruction			
Salaries			
Certified	1,367,234	\$ 1,386,768	\$ (19,534)
Noncertified	-	14,916	(14,916)
Employee Benefits			
Insurance	16,649	15,974	675
Social Security & Medicare	99,685	108,870	(9,185)
Other	26,875	28,255	(1,380)
Purchased Property Services	-	7,884	(7,884)
Supplies			
General	19,288	49,905	(30,617)
Miscellaneous	67,696	29,343	38,353
Other	-	1,963	(1,963)
	<u>1,597,427</u>	<u>1,643,878</u>	<u>(46,451)</u>
Total Instruction			
Student Support Services			
Salaries			
Certified	42,314	41,968	346
Employee Benefits			
Social Security & Medicare	2,528	2,530	(2)
Other Purchased Services	2,401	6,750	(4,349)
	<u>47,243</u>	<u>51,248</u>	<u>(4,005)</u>
Total Student Support Services			

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Instructional Support Staff			
Salaries			
Certified	\$ 43,787	\$ 57,615	\$ (13,828)
Noncertified	30,516	29,093	1,423
Employee Benefits			
Social Security & Medicare	5,417	6,363	(946)
Supplies			
Books & Periodicals	750	2,022	(1,272)
Total Instructional Support Staff	<u>80,470</u>	<u>95,093</u>	<u>(14,623)</u>
General Administration			
Salaries			
Certified	105,800	89,799	16,001
Noncertified	52,977	64,028	(11,051)
Employee Benefits			
Insurance	54,023	1,259	52,764
Social Security & Medicare	14,815	15,557	(742)
Other	1,388	54,186	(52,798)
Purchased Professional & Technical Services	31,423	27,914	3,509
Other Purchased Services			
Communications	1,490	1,388	102
Other	1,421	-	1,421
Supplies	2,032	1,971	61
Other	9,796	14,207	(4,411)
Total General Administration	<u>275,165</u>	<u>270,309</u>	<u>4,856</u>
School Administration			
Salaries			
Certified	90,899	88,815	2,084
Noncertified	66,236	66,782	(546)
Employee Benefits			
Insurance	16,430	16,906	(476)
Social Security & Medicare	11,091	12,671	(1,580)
Other	18,109	13,332	4,777
Total School Administration	<u>202,765</u>	<u>198,506</u>	<u>4,259</u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Central Services			
Salaries			
Noncertified	\$ 34,334	\$ 33,907	\$ 427
Total Central Services	34,334	33,907	427
Operations & Maintenance			
Salaries			
Noncertified	119,411	185,276	(65,865)
Employee Benefits			
Insurance	38,440	49,655	(11,215)
Social Security & Medicare	15,241	17,675	(2,434)
Other	13,434	12,701	733
Purchased Property Services			
Repair of Buildings	-	2,093	(2,093)
Other	13,342	15,479	(2,137)
Other Purchased Services			
Insurance	150,089	103,595	46,494
Supplies			
Energy			
Other	32,439	21,826	10,613
Miscellaneous	-	39,264	(39,264)
Total Operations & Maintenance	382,396	447,564	(65,168)
Operations & Maintenance (Transportation)			
Supplies			
Energy			
Other	218	897	(679)
Total Operations & Maintenance (Transportation)	218	897	(679)
Supervision			
Salaries			
Noncertified	95,374	105,876	(10,502)
Employee Benefits			
Insurance	-	5,598	(5,598)
Social Security & Medicare	10,535	10,706	(171)
Other	6,587	-	6,587
Other	2,990	5,217	(2,227)
Total Supervision	115,486	127,397	(11,911)

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Vehicle Operating Services			
Other Purchased Services			
Insurance	\$ 17,926	\$ 18,943	\$ (1,017)
Total Vehicle Operating Services	17,926	18,943	(1,017)
Vehicle & Maintenance Services			
Salaries			
Noncertified	4,866	4,575	291
Employee Benefits			
Insurance	8,089	7,393	696
Supplies	14,368	8,072	6,296
Total Vehicle & Maintenance Services	27,323	20,040	7,283
Outgoing Transfers			
At Risk (K-12) Fund	295,000	341,656	(46,656)
Parents As Teachers Fund	-	5,000	(5,000)
Special Education Fund	753,005	656,957	96,048
Career & Postsecondary Education Fund	25,000	27,056	(2,056)
Contingency Reserve Fund	15,690	-	15,690
Total Outgoing Transfers	1,088,695	1,030,669	58,026
Adjustment to Comply With Legal Max	-	(112,473)	112,473
Legal General Fund Budget	3,869,448	3,825,978	43,470
Adjustment for Qualifying Budget Credits			
Reimbursements	-	43,470	(43,470)
Total Expenditures	3,869,448	\$ 3,869,448	\$ -
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2021	-		
UNENCUMBERED CASH, June 30, 2022	\$ -		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

SUPPLEMENTAL GENERAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax In Process	\$ 22,245	\$ 9,872	\$ 12,373
Current Tax	967,738	1,021,650	(53,912)
Delinquent Tax	6,703	14,881	(8,178)
Motor Vehicle Tax	62,284	42,802	19,482
Recreational Vehicle Tax	1,643	898	745
Commercial Vehicle Tax	4,610	2,940	1,670
Excise Tax	9	-	9
Reimbursements	32	-	32
Supplemental State Aid	195,591	199,366	(3,775)
Total Receipts	<u>1,260,855</u>	<u>\$ 1,292,409</u>	<u>\$ (31,554)</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	156,321	\$ 156,321	\$ -
Employee Benefits			
Insurance	263,942	249,192	14,750
Purchased Professional & Technical Services	49,191	49,382	(191)
Total Instruction	<u>469,454</u>	<u>454,895</u>	<u>14,559</u>
Instructional Support Staff			
Salaries			
Certified	26,692	23,315	3,377
Employee Benefits			
Social Security & Medicare	1,148	1,542	(394)
Supplies			
Technology	665	6,348	(5,683)
Property	17,790	52,994	(35,204)
Total Instructional Support Staff	<u>46,295</u>	<u>84,199</u>	<u>(37,904)</u>
General Administration			
Purchased Professional & Technical Services	4,566	4,850	(284)
Total General Administration	<u>4,566</u>	<u>4,850</u>	<u>(284)</u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

SUPPLEMENTAL GENERAL FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Operations & Maintenance			
Purchased Property Services			
Water & Sewer	\$ 22,769	\$ 21,381	\$ 1,388
Other	920	920	-
Supplies			
Energy			
Heating	35,094	37,218	(2,124)
Electricity	133,750	111,723	22,027
Property	510	6,821	(6,311)
Total Operations & Maintenance	193,043	178,063	14,980
Vehicle Operating Services			
Motor Fuel	60,300	34,692	25,608
Total Vehicle Operating Services	60,300	34,692	25,608
Outgoing Transfers			
At Risk (K-12) Fund	172,826	113,200	59,626
Bilingual Education Fund	893	912	(19)
Food Service Fund	28,783	10,430	18,353
Professional Development Fund	478	6,000	(5,522)
Parents As Teachers	5,000	-	5,000
Special Education Fund	140,000	250,409	(110,409)
Career & Postsecondary Education Fund	153,436	162,000	(8,564)
Total Outgoing Transfers	501,416	542,951	(41,535)
Adjustment to Comply With Legal Max	-	(24,608)	24,608
Legal Supplemental General Fund Budget	1,275,074	1,275,042	32
Adjustment for Qualifying Budget Credits			
Reimbursements	-	32	(32)
Total Expenditures	1,275,074	\$ 1,275,074	\$ -
Receipts Over (Under) Expenditures	(14,219)		
UNENCUMBERED CASH, July 1, 2021	155,869		
UNENCUMBERED CASH, June 30, 2022	\$ 141,650		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

AT RISK (K-12) FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Grants	\$ 46,414	\$ 47,876	\$ (1,462)
Federal Aid	-	533	(533)
Incoming Transfers			
General Fund	295,000	341,656	(46,656)
Supplemental General Fund	172,826	113,200	59,626
	<u>514,240</u>	<u>\$ 503,265</u>	<u>\$ 10,975</u>
Total Receipts			
EXPENDITURES			
Instruction			
Salaries			
Certified	306,925	\$ 300,000	\$ 6,925
Noncertified	46,615	60,100	(13,485)
Employee Benefits			
Insurance	72,000	72,000	-
Social Security & Medicare	35,376	26,713	8,663
Other	430	341	89
Purchased Professional & Technical Services	385	215	170
Supplies			
General	53	388	(335)
Technology	4,175	6,056	(1,881)
Miscellaneous	2,673	986	1,687
Property	-	4,055	(4,055)
Instructional Support Staff			
Salaries			
Certified	5,387	12,542	(7,155)
Noncertified	6,551	8,434	(1,883)
Employee Benefits			
Social Security & Medicare	909	1,276	(367)
School Administration			
Salaries			
Noncertified	24,141	22,000	2,141
	<u>505,620</u>	<u>\$ 515,106</u>	<u>\$ (9,486)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	8,620		
UNENCUMBERED CASH, July 1, 2021	<u>17,328</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 25,948</u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

BILINGUAL EDUCATION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Incoming Transfer			
Supplemental General Fund	<u>\$ 893</u>	<u>\$ 912</u>	<u>\$ (19)</u>
EXPENDITURES			
Instruction			
Salaries			
Noncertified	<u> 1,000</u>	<u>\$ 1,000</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(107)		
UNENCUMBERED CASH, July 1, 2021	<u> 1,947</u>		
UNENCUMBERED CASH, June 30, 2022	<u><u>\$ 1,840</u></u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

CAPITAL OUTLAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax in Process	\$ 9,122	\$ 333	\$ 8,789
Current Tax	390,260	358,950	31,310
Delinquent Tax	2,598	6,057	(3,459)
Motor Vehicle Tax	22,619	16,966	5,653
Recreational Vehicle Tax	651	355	296
Commercial Vehicle Tax	-	1,166	(1,166)
Interest on Idle Funds	1,367	1,020	347
Other Revenue from Local Sources	67,445	-	67,445
	<u>494,062</u>	<u>\$ 384,847</u>	<u>\$ 109,215</u>
Total Receipts			
EXPENDITURES			
Instruction			
Supplies			
Technology			
Software	-	\$ 35,000	\$ (35,000)
Property	29,620	100,000	(70,380)
Operations & Maintenance			
Salaries			
Noncertified	86,476	55,000	31,476
Employee Benefits			
Insurance	11,000	11,000	-
Purchased Property Services			
Cleaning	10,902	10,000	902
Repairs & Maintenance	21,854	36,000	(14,146)
Repair of Buildings	16,239	31,752	(15,513)
Transportation			
Property	-	180,000	(180,000)
Vehicle & Maintenance Services			
Salaries			
Noncertified	45,000	45,000	-
Building Improvements			
Outside Contractors	88,040	75,000	13,040
	<u>309,131</u>	<u>\$ 578,752</u>	<u>\$ (269,621)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	184,931		
UNENCUMBERED CASH, July 1, 2021	<u>204,548</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 389,479</u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

DRIVER TRAINING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Other Revenue from Local Sources	\$ 4,292	\$ 1,500	\$ 2,792
State Safety Aid	<u>2,684</u>	<u>4,440</u>	<u>(1,756)</u>
Total Receipts	<u>6,976</u>	<u>\$ 5,940</u>	<u>\$ 1,036</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	5,925	\$ 10,000	\$ (4,075)
Noncertified	-	619	(619)
Employee Benefits			
Social Security & Medicare	453	430	23
Vehicle Operations & Maintenance Service			
Motor Fuel	<u>409</u>	<u>231</u>	<u>178</u>
Total Expenditures	<u>6,787</u>	<u>\$ 11,280</u>	<u>\$ (4,493)</u>
Receipts Over (Under) Expenditures	189		
UNENCUMBERED CASH, July 1, 2021	<u>14,877</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 15,066</u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

FOOD SERVICE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Student Receipts Breakfast & Lunch	\$ 2,883	\$ -	\$ 2,883
Milk	4,402	-	4,402
Adult Receipts	-	4,538	(4,538)
Miscellaneous	734	5,000	(4,266)
State Aid	2,721	2,640	81
Federal Aid			
Child Nutrition Program	341,147	372,641	(31,494)
Other Federal Aid	27,369	30,000	(2,631)
Incoming Transfer			
Supplemental General Fund	28,783	10,430	18,353
	<u>408,039</u>	<u>\$ 425,249</u>	<u>\$ (17,210)</u>
Total Receipts			
EXPENDITURES			
Operations & Maintenance			
Supplies			
General	-	\$ 5,000	\$ (5,000)
Property	-	25,000	(25,000)
Other	-	5,000	(5,000)
Food Service Operation			
Salaries			
Noncertified	128,940	135,000	(6,060)
Employee Benefits			
Insurance	52,016	40,000	12,016
Social Security & Medicare	8,849	11,000	(2,151)
Other	5,078	14,995	(9,917)
Supplies			
Food & Milk	198,173	170,000	28,173
Miscellaneous	3,128	9,000	(5,872)
Property	532	5,000	(4,468)
Other	10,198	3,000	7,198
	<u>406,914</u>	<u>\$ 422,995</u>	<u>\$ (16,081)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	1,125		
UNENCUMBERED CASH, July 1, 2021	<u>62,071</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 63,196</u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

PROFESSIONAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Other Revenue From Local Sources	\$ 25	\$ 1,000	\$ (975)
Incoming Transfer			
Supplemental General Fund	478	6,000	(5,522)
Total Receipts	503	\$ 7,000	\$ (6,497)
EXPENDITURES			
Instructional Support Staff			
Salaries			
Certified	941	\$ 6,447	\$ (5,506)
Purchased Professional & Technical Services	2,235	1,095	1,140
Other Support Services			
Other	2,022	-	2,022
Total Expenditures	5,198	\$ 7,542	\$ (2,344)
Receipts Over (Under) Expenditures	(4,695)		
UNENCUMBERED CASH, July 1, 2021	9,695		
UNENCUMBERED CASH, June 30, 2022	\$ 5,000		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

PARENTS AS TEACHERS FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Payments from Other School Districts	\$ 4,500	\$ 5,750	\$ (1,250)
Other Revenue from Local Sources	10,250	-	10,250
State Aid	28,337	35,694	(7,357)
Incoming Transfers			
General Fund	-	5,000	(5,000)
Supplemental General Fund	5,000	-	5,000
Total Receipts	<u>48,087</u>	<u>\$ 46,444</u>	<u>\$ 1,643</u>
EXPENDITURES			
Student Support Services			
Salaries			
Noncertified	32,871	\$ 34,000	\$ (1,129)
Employee Benefits			
Insurance	8,270	8,316	(46)
Social Security & Medicare	2,369	2,700	(331)
Other	29	28	1
Purchased Professional & Technical Services	2,465	2,315	150
Supplies			
Miscellaneous	-	879	(879)
Other	-	7,000	(7,000)
Total Expenditures	<u>46,004</u>	<u>\$ 55,238</u>	<u>\$ (9,234)</u>
Receipts Over (Under) Expenditures	2,083		
UNENCUMBERED CASH, July 1, 2021	<u>8,794</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 10,877</u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

SPECIAL EDUCATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Other Revenue from Local Sources	\$ 84,862	\$ 105,000	\$ (20,138)
Medicaid	19,633	-	19,633
Federal Aid	-	14,081	(14,081)
Incoming Transfers			
General Fund	753,005	656,957	96,048
Supplemental General Fund	140,000	250,409	(110,409)
Total Receipts	<u>997,500</u>	<u>\$ 1,026,447</u>	<u>\$ (28,947)</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	65,051	\$ 60,000	\$ 5,051
Noncertified	12,127	34,000	(21,873)
Employee Benefits			
Social Security & Medicare	7,959	9,000	(1,041)
Purchased Professional & Technical Services	1,250	1,000	250
Other Purchased Services			
Payments to Interlocal/Coop			
Assessments	318,400	318,400	-
Flowthrough	523,805	542,352	(18,547)
Other	-	14,000	(14,000)
Supplies			
General	1,445	621	824
Miscellaneous	80	62	18
Other	1,008	270	738
Student Support Services			
Salaries			
Noncertified	1,136	1,616	(480)
Supervision			
Salaries			
Noncertified	25,570	30,162	(4,592)
Vehicle Operating Services			
Other Purchased Services			
Insurance	1,017	1,600	(583)
Supplies			
Motor Fuel	7,381	8,508	(1,127)
Total Expenditures	<u>966,229</u>	<u>\$ 1,021,591</u>	<u>\$ (55,362)</u>
Receipts Over (Under) Expenditures	31,271		
UNENCUMBERED CASH, July 1, 2021	<u>65,041</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 96,312</u>		

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June, 30, 2022

CAREER & POSTSECONDARY EDUCATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Student Activity Reimbursements	\$ 17,097	\$ -	\$ 17,097
Other Revenue from Local Sources	99	4,929	(4,830)
Incoming Transfers			
General Fund	25,000	27,056	(2,056)
Supplemental General Fund	153,436	162,000	(8,564)
Total Receipts	<u>195,632</u>	<u>\$ 193,985</u>	<u>\$ 1,647</u>
EXPENDITURES			
Instruction			
Salaries			
Certified	140,616	\$ 142,000	\$ (1,384)
Employee Benefits			
Insurance	1,091	980	111
Social Security & Medicare	8,445	8,665	(220)
Supplies			
Technology	96	-	96
Miscellaneous	-	58	(58)
Property	46,254	39,349	6,905
Other	7,783	7,458	325
Instructional Support Staff			
Other	-	10,000	(10,000)
Total Expenditures	<u>204,285</u>	<u>\$ 208,510</u>	<u>\$ (4,225)</u>
Receipts Over (Under) Expenditures	(8,653)		
UNENCUMBERED CASH, July 1, 2021	<u>18,218</u>		
UNENCUMBERED CASH, June 30, 2022	<u>\$ 9,565</u>		

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Smith Center, Kansas

Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
KPERS	\$ 437,280	\$ 523,777	\$ (86,497)
EXPENDITURES			
Instruction			
Employee Benefits	262,921	\$ 314,931	\$ (52,010)
Student Support Services			
Employee Benefits	14,902	17,850	(2,948)
Instructional Support Staff			
Employee Benefits	22,354	26,775	(4,421)
General Administration			
Employee Benefits	22,354	26,775	(4,421)
School Administration			
Employee Benefits	37,256	44,626	(7,370)
Central Services			
Employee Benefits	14,902	17,850	(2,948)
Operations & Maintenance			
Employee Benefits	22,354	26,775	(4,421)
Student Transportation Services			
Employee Benefits	17,883	21,420	(3,537)
Food Services			
Employee Benefits	22,354	26,775	(4,421)
Total Expenditures	437,280	\$ 523,777	\$ (86,497)
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2021	-		
UNENCUMBERED CASH, June 30, 2022	\$ -		

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Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2022

CONTINGENCY RESERVE FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfer	
General Fund	<u>\$ 15,690</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	15,690
UNENCUMBERED CASH, July 1, 2021	-
Prior Year Cancelled Encumbrance	<u>12,907</u>
UNENCUMBERED CASH, June 30, 2022	<u><u>\$ 28,597</u></u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2022

TEXTBOOK RENTAL FUND

	<u>Actual</u>
RECEIPTS	
Rental Fees & Books	<u>\$ 24,835</u>
EXPENDITURES	
Instruction	
Supplies	
Textbooks	<u>16,932</u>
Receipts Over (Under) Expenditures	7,903
UNENCUMBERED CASH, July 1, 2021	<u>76,513</u>
UNENCUMBERED CASH, June 30, 2022	<u><u>\$ 84,416</u></u>

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Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

	GIFTS & GRANTS FUNDS			Variance Over (Under)
	Miscellaneous Grants	Gifts & Grants	Total Gifts & Grants Funds	
RECEIPTS				
Contributions & Donations	\$ -	\$ 26,395	\$ 26,395	\$ 100,000
EXPENDITURES				
Student Support Services				
Supplies	-	775	775	50,000
Property	-	10,410	10,410	57,657
Other	-	8,118	8,118	-
Total Expenditures	-	19,303	19,303	\$ 107,657
Receipts Over (Under) Expenditures	-	7,092	7,092	
UNENCUMBERED CASH, July 1, 2021	48	7,657	7,705	
UNENCUMBERED CASH, June 30, 2022	\$ 48	\$ 14,749	\$ 14,797	

*Gifts & Grants Funds are not required by statute to be budgeted, this budget is for informational purposes only.

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Smith Center, Kansas

Schedule 2-16

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

FEDERAL FUNDS (Cont.)

	Title I	Title IIA	Title IVA	ESSER I, II, III	SPARK	Rural Education Achievement Program	Total Federal Funds	Budget*	Variance Over (Under)
RECEIPTS									
Federal Aid	\$ 86,718	\$ 13,733	\$ 14,133	\$ 233,049	\$ -	\$ 42,234	\$ 389,867	\$ 431,013	\$ (41,146)
EXPENDITURES									
Instruction									
Salaries									
Certified	51,947	-	-	30,500	-	-	82,447	43,355	39,092
Noncertified	24,170	12,683	-	35,724	-	-	72,577	47,519	25,058
Employee Benefits									
Social Security & Medicare	6,455	1,050	-	2,333	-	-	9,838	6,304	3,534
Other	926	-	-	139	-	-	1,065	835	230
Other Purchased Services									
Other	-	-	-	-	6,500	-	6,500	309,275	(302,775)
Supplies									
General	70	-	-	7,295	-	-	7,365	160	7,205
Textbooks	-	-	-	1,100	-	-	1,100	-	1,100
Technology	-	-	-	13,448	-	42,234	55,682	-	55,682
Miscellaneous	-	-	-	340	-	-	340	-	340
Property	-	-	-	10,172	-	-	10,172	-	10,172
Other	-	-	-	27,349	-	-	27,349	-	27,349
Student Support Services									
Salaries									
Certified	-	-	14,133	1,000	-	-	15,133	-	15,133
Noncertified	-	-	-	77	-	-	77	-	77
Other	-	-	-	4	-	-	4	-	4
Instructional Support Staff									
Salaries									
Certified	-	-	-	14,052	-	-	14,052	-	14,052
Employee Benefits									
Social Security & Medicare	-	-	-	796	-	-	796	-	796
Purchased Professional & Technical Service	-	-	-	6,405	-	-	6,405	2,619	3,786

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Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

FEDERAL FUNDS (Cont.)

	Title I	Title IIA	Title IVA	ESSER I, II, III	SPARK	Rural Education Achievement Program	Total Federal Funds	Budget*	Variance Over (Under)
EXPENDITURES									
Instructional Support Staff (Cont.)									
Supplies									
Miscellaneous	\$ -	\$ -	\$ -	\$ 1,430	\$ -	\$ -	\$ 1,430	\$ -	\$ 1,430
Property	-	-	-	4,389	-	-	4,389	-	4,389
General Administration									
Salaries									
Noncertified	-	-	-	500	-	-	500	-	500
Employee Benefits									
Social Security & Medicare	-	-	-	153	-	-	153	-	153
Other	-	-	-	68	-	-	68	-	68
School Administration									
Salaries									
Certified	-	-	-	1,500	-	-	1,500	-	1,500
Noncertified	3,150	-	-	2,000	-	-	5,150	3,150	2,000
Employee Benefits									
Social Security & Medicare	-	-	-	153	-	-	153	-	153
Other	-	-	-	3	-	-	3	-	3
Central Services									
Salaries									
Noncertified	-	-	-	500	-	-	500	-	500
Employee Benefits									
Social Security & Medicare	-	-	-	38	-	-	38	-	38
Operations & Maintenance									
Salaries									
Noncertified	-	-	-	29,500	-	-	29,500	-	29,500
Employee Benefits									
Social Security & Medicare	-	-	-	2,137	-	-	2,137	-	2,137
Other	-	-	-	881	-	-	881	-	881
Supplies	-	-	-	15,000	-	-	15,000	-	15,000
Property	-	-	-	4,930	-	-	4,930	-	4,930

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

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SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2022

FEDERAL FUNDS (Cont.)									
	Title I	Title IIA	Title IVA	ESSER I, II, III	SPARK	Rural Education Achievement Program	Total Federal Funds	Budget*	Variance Over (Under)
EXPENDITURES									
Student Transport Services									
Salaries									
Noncertified	\$ -	\$ -	\$ -	\$ 3,500	\$ -	\$ -	\$ 3,500	\$ -	\$ 3,500
Employee Benefits									
Social Security & Medicare	-	-	-	268	-	-	268	-	268
Other	-	-	-	4	-	-	4	-	4
Food Service Operation									
Salaries									
Noncertified	-	-	-	3,500	-	-	3,500	-	3,500
Employee Benefits									
Social Security & Medicare	-	-	-	268	-	-	268	-	268
Other	-	-	-	4	-	-	4	-	4
Total Expenditures	86,718	13,733	14,133	221,460	6,500	42,234	384,778	\$ 413,217	\$ (28,439)
Receipts Over (Under) Expenditures	-	-	-	11,589	(6,500)	-	5,089		
UNENCUMBERED CASH, July 1, 2021	-	-	-	(24,297)	6,500	-	(17,797)		
UNENCUMBERED CASH, June 30, 2022	\$ -	\$ -	\$ -	\$ (12,708)	\$ -	\$ -	\$ (12,708) **		

*Federal funds are not required by statute to be budgeted, this budget is for informational purposes only.

** See Note 3, Cash Basis Exception

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-17

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2022

DISTRICT ACTIVITY FUNDS

	<u>Actual</u>
RECEIPTS	<u>\$ 136,489</u>
EXPENDITURES	<u>129,068</u>
Receipts Over (Under) Expenditures	7,421
UNENCUMBERED CASH, July 1, 2021	<u>51,161</u>
UNENCUMBERED CASH, June 30, 2022	<u><u>\$ 58,582</u></u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 2-18

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2022

SCHOLARSHIP FUND

	<u>Actual</u>
RECEIPTS	
Scholarship Donations	\$ 1,500
Interest on Idle Funds	<u>106</u>
Total Receipts	<u>1,606</u>
EXPENDITURES	
Scholarships	<u>2,300</u>
Receipts Over (Under) Expenditures	(694)
UNENCUMBERED CASH, July 1, 2021	<u>19,806</u>
UNENCUMBERED CASH, June 30, 2022	<u><u>\$ 19,112</u></u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 3

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended June 30, 2022

AGENCY FUNDS

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Unencumbered Cash Balance</u>
Sales Tax	\$ 92	\$ 8,746	\$ 8,763	\$ 75
Student Activity Funds	<u>91,909</u>	<u>211,590</u>	<u>217,094</u>	<u>86,405</u>
Total	<u>\$ 92,001</u>	<u>\$ 220,336</u>	<u>\$ 225,857</u>	<u>\$ 86,480</u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 4

SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended June 30, 2022

DISTRICT ACTIVITY FUNDS

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
High School							
Gate Receipts	\$ 7,926	\$ -	\$ 59,854	\$ 57,410	\$ 10,370	\$ -	\$ 10,370
Concessions	5,424	-	22,329	21,404	6,349	-	6,349
Other District Collections	3,709	-	33,777	35,411	2,075	-	2,075
Redmen Donations	1,131	-	515	-	1,646	-	1,646
Teammates	-	-	4,649	-	4,649	-	4,649
Total High School	<u>18,190</u>	<u>-</u>	<u>121,124</u>	<u>114,225</u>	<u>25,089</u>	<u>-</u>	<u>25,089</u>
Elementary School							
Pride	20,649	-	6,370	4,983	22,036	-	22,036
Library	5,471	-	7,395	7,253	5,613	-	5,613
Reading is Fundamental	6,851	-	1,600	2,607	5,844	-	5,844
Total Elementary School	<u>32,971</u>	<u>-</u>	<u>15,365</u>	<u>14,843</u>	<u>33,493</u>	<u>-</u>	<u>33,493</u>
Total District Activity Funds	<u>\$ 51,161</u>	<u>\$ -</u>	<u>\$ 136,489</u>	<u>\$ 129,068</u>	<u>\$ 58,582</u>	<u>\$ -</u>	<u>\$ 58,582</u>

UNIFIED SCHOOL DISTRICT NO. 237
Smith Center, Kansas

Schedule 5

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended June 30, 2022

STUDENT ACTIVITY FUNDS

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Activity Funds				
SC Football	\$ 1,772	\$ 4,700	\$ 5,968	\$ 504
SC Dance Team	2,998	1,400	851	3,547
Junior High Cheerleaders	586	11,530	7,868	4,248
Flags (Color Guard)	131	238	131	238
Junior High Girls Basketball	-	4,145	3,815	330
Junior High Wrestling	-	9,737	9,735	2
High School Track	-	2,825	1,870	955
High School Wrestling	-	4,891	765	4,126
High School Cross Country	-	1,282	842	440
High School Boys Basketball	-	1,134	300	834
Art Club	1,610	1,262	562	2,310
Band Club	1,188	300	565	923
Centrian Club	2,355	10,394	9,265	3,484
Chansonaires	15,861	7,686	17,414	6,133
Drama Club	6,390	3,416	3,239	6,567
FCCLA	6,408	72,162	75,705	2,865
FFA	37,004	46,140	50,320	32,824
I.M.P. Club	3,654	2,133	2,025	3,762
High School LadyRed Volleyball	-	222	150	72
High School LadyRed Basketball	-	222	210	12
National Honor Society	910	1,494	922	1,482
S.A.F.E.	2,028	-	563	1,465
Spirit Squad	924	8,398	7,492	1,830
Student Council	1,731	4,125	3,903	1,953
Junior High Science Department	675	583	869	389
Junior High Builders Club	1,900	379	298	1,981
Special Education Training Club	529	-	30	499
Site Council	1,613	5,005	5,136	1,482
Class of 2021	80	-	80	-
Class of 2022	706	833	1,539	-
Class of 2023	23	4,313	3,872	464
Class of 2024	429	359	750	38
Class of 2025	64	149	40	173
Class of 2026	340	56	-	396
Class of 2027	-	77	-	77
Total Student Activity Funds	<u>\$ 91,909</u>	<u>\$ 211,590</u>	<u>\$ 217,094</u>	<u>\$ 86,405</u>