

UNIFIED SCHOOL DISTRICT NO. 362

LaCygne, Kansas

Financial Statements

For the Year Ended June 30, 2020

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UNIFIED SCHOOL DISTRICT NO. 362
 Financial Statements
 For the Year Ended June 30, 2020

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 362
LaCygne, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 362, LaCygne, Kansas (the District), as of and for the year ended June 30, 2020, and the related notes to the financial statement

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

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require 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 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 District to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2020, 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 District as of June 30, 2020, 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.

Report on 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, the schedule of regulatory basis receipts, expenditures and unencumbered cash-district activity funds, and the schedule of regulatory basis receipts, expenditures and unencumbered cash-private purpose trust 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 statements, 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the 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 financial statement as a whole, on the basis of accounting described in Note 1.

Other Matter

The 2019 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. The District’s basic financial statement for the year ended June 30, 2019 (not presented herein), were audited by other auditors whose report dated November 22, 2019, expressed an unmodified opinion on the basic financial statement. The 2019 basic financial statement and the other auditor’s report are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/muniserv/>. The report of the other auditors dated November 22, 2019, stated that the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2019, were subjected to auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in their opinion, was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2019, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

November 11, 2020

UNIFIED SCHOOL DISTRICT NO. 362
 Summary Statement of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2020

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|--------------------------|--|---|----------------------|----------------------|--|--|---------------------------|
| General Funds: | | | | | | | |
| General Fund | \$ - | \$ - | \$ 7,819,546 | \$ 7,819,546 | \$ - | \$ - | \$ - |
| Supplemental General | 383,516 | - | 2,535,396 | 2,632,887 | 286,025 | - | 286,025 |
| Special Purpose Funds: | | | | | | | |
| At Risk (K-12) | - | - | 1,408,971 | 1,408,971 | - | - | - |
| Capital Outlay | 2,254,887 | - | 1,820,806 | 2,893,432 | 1,182,261 | - | 1,182,261 |
| Driver Training | 17,053 | - | 9,044 | 1,485 | 24,612 | - | 24,612 |
| Food Service | 102,500 | - | 537,481 | 537,481 | 102,500 | - | 102,500 |
| Professional Development | 21,000 | - | 22,951 | 22,951 | 21,000 | - | 21,000 |
| Bilingual Education | - | - | 6,098 | 6,098 | - | - | - |
| Special Education | 550,510 | - | 2,202,133 | 2,247,593 | 505,050 | - | 505,050 |
| Vocational Education | - | - | 317,898 | 317,898 | - | - | - |
| Federal | 2,944 | - | 183,285 | 185,918 | 311 | - | 311 |
| Textbook Rental | 15,909 | - | 35,334 | 37,530 | 13,713 | - | 13,713 |
| KPERs | - | - | 1,114,041 | 1,114,041 | - | - | - |
| Contingency Reserve | 1,250,293 | - | - | - | 1,250,293 | - | 1,250,293 |
| Gifts and Grants | 93,107 | - | 74,980 | 88,318 | 79,769 | - | 79,769 |
| District Activity | 50,124 | - | 312,557 | 301,541 | 61,140 | - | 61,140 |
| Bond and Interest Fund: | | | | | | | |
| Bond and Interest | 1,852,134 | - | 1,047,789 | 841,232 | 2,058,691 | - | 2,058,691 |
| Trust Funds: | | | | | | | |
| Private Purpose Trusts | 30,007 | - | 5,000 | 6,000 | 29,007 | - | 29,007 |
| Total | | | | | | | |
| (Excluding agency funds) | <u>\$ 6,623,984</u> | <u>\$ -</u> | <u>\$ 19,453,310</u> | <u>\$ 20,462,922</u> | <u>\$ 5,614,372</u> | <u>\$ -</u> | <u>\$ 5,614,372</u> |

Composition of Cash:

| | |
|---|---------------------|
| Labette Bank | |
| Checking Accounts | \$ 451,713 |
| Certificates of Deposit | 2,660,000 |
| Total Labette Bank | <u>3,111,713</u> |
| First Option Bank | |
| Checking Accounts | 1,991,111 |
| Certificates of Deposit | 563,470 |
| Total First Option Bank | <u>2,554,581</u> |
| Total Cash | 5,666,294 |
| Less: Agency Funds per Schedule 3 | <u>[51,922]</u> |
| Total Reporting Entity (excluding Agency Funds) | <u>\$ 5,614,372</u> |

UNIFIED SCHOOL DISTRICT NO. 362
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 362 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District had no related municipal entities.

Reimbursed Expenses

Expenditures in the amount of \$157,366 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments 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.

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments 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 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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2020:

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 regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, student organization fund, etc.).

Trust Fund – funds used to report assets held in trusts for the benefit of the municipal financial reporting entity (i.e. permanent trust funds, etc.).

UNIFIED SCHOOL DISTRICT NO. 362
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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.

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. The budget for the year ended June 30, 2020 was not amended.

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 statements 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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, agency funds, trust funds, and the following special purpose funds: Textbook Rental, Contingency Reserve, Gate Receipts and District Activity.

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.

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.

Investments. 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.

UNIFIED SCHOOL DISTRICT NO. 362
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 2 - Deposits and Investments (Continued)

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods". All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$5,666,293 and the bank balance was \$5,974,038. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the balance of \$5,474,038 was collateralized with letters of credit or 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.

NOTE 3 - In-Substance Receipt in Transit

The District received \$286,876 in General State Aid subsequent to June 30, 2020 and as required by K.S.A. 72-6466 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

NOTE 4 - Interfund Transactions

Transfers were as follows:

| <u>From</u> | <u>To</u> | <u>Regulatory Authority</u> | <u>Amount</u> |
|----------------------|--------------------------|-----------------------------|---------------------|
| General | At Risk (K-12) | K.S.A 72-6478 | \$ 375,820 |
| General | Special Education | K.S.A 72-6478 | 1,677,149 |
| General | Professional Development | K.S.A 72-6478 | 21,000 |
| General | Bilingual Education | K.S.A 72-6478 | 2,335 |
| General | Vocational Education | K.S.A 72-6478 | 108,235 |
| Supplemental General | Professional Development | K.S.A 72-6478 | 1,499 |
| Supplemental General | At Risk (K-12) | K.S.A 72-6478 | 903,849 |
| Supplemental General | Food Service | K.S.A 72-6478 | 54,689 |
| Supplemental General | Special Education | K.S.A 72-6478 | 524,907 |
| Supplemental General | Vocational Education | K.S.A 72-6478 | 191,115 |
| Supplemental General | Bilingual Education | K.S.A 72-6478 | 3,763 |
| Total | | | <u>\$ 3,864,360</u> |

NOTE 5 - Long-Term Debt

Following is a detailed listing of the District's long-term debt:

| <u>Debt Issue</u> | <u>Date Issued</u> | <u>Original Amount</u> | <u>Interest Rates</u> | <u>Maturity Date</u> |
|------------------------------------|--------------------|------------------------|-----------------------|----------------------|
| G.O. Bonds 2013 Refunding Bonds | 5/30/2013 | \$ 8,375,000 | 2.00 to 3.00% | 9/1/2025 |

UNIFIED SCHOOL DISTRICT NO. 362
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 5 - Long-Term Debt (Continued)

The District is subject to statutes of the State of Kansas which limit the bonded debt outstanding to 14 percent of the assessed value of all tangible taxable property within the District. At June 30, 2020, the statutory debt limit for the District was \$29,425,297, providing a debt margin of \$25,005,297.

Following is a summary of changes in long-term debt for the year ended June 30, 2020:

| <u>Type of Issue</u> | <u>Beginning Principal Outstanding</u> | <u>Additions to Principal</u> | <u>Reductions of Principal</u> | <u>Ending Principal Outstanding</u> | <u>Interest Paid</u> |
|--------------------------------------|--|---------------------------------------|--|---|--------------------------|
| G.O. Bonds To Be Paid With: | | | | | |
| Tax Levies | | | | | |
| 2013 Refunding and Improvement Bonds | \$ 5,140,000 | \$ - | \$ 720,000 | \$ 4,420,000 | \$ 121,231 |
| Total | <u>\$ 5,140,000</u> | <u>\$ -</u> | <u>\$ 720,000</u> | <u>\$ 4,420,000</u> | <u>\$ 121,231</u> |

Annual debt service requirements to maturity for the above long-term debt:

| <u>General Obligation Bonds</u> | | | |
|---------------------------------|---------------------|-------------------|---------------------|
| <u>Year Ended</u> | | | |
| <u>June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
| 2021 | \$ 750,000 | \$ 99,181 | \$ 849,181 |
| 2022 | 780,000 | 76,231 | 856,231 |
| 2023 | 815,000 | 56,381 | 871,381 |
| 2024 | 840,000 | 38,781 | 878,781 |
| 2025 | 855,000 | 19,178 | 874,178 |
| 2026 | 380,000 | 4,513 | 384,513 |
| Total | <u>\$ 4,420,000</u> | <u>\$ 294,265</u> | <u>\$ 4,714,265</u> |

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

UNIFIED SCHOOL DISTRICT NO. 362
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 6 - 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 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 14.59% and 13.21%, respectively, for the fiscal year ended June 30, 2019. The actuarially determined employer contribution rate and the statutory contribution rate was 16.15% and 14.41% for the fiscal year ended June 30, 2020.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64.13 million for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million per year. The first-year payment of \$6.4 million was received in July 2017 and appropriations for fiscal year 2018 were made for the State/School group at the statutory contribution rate of 12.01% for that year.

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

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

2019 Senate Bill 9 authorized a payment of \$115 million for the KPERS School group.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,114,041 for the year ended June 30, 2020.

Net Pension Liability. At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$9,157,704. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. 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, 2019. Since the 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 publicly available on the website at www.kpers.org or can be obtained as described above.

NOTE 7 - Compensated Absences

The District gives each employee two (2) days of leave time per semester, to be used for personal leave or for attending funerals. At the end of each school year unused personal days will be cashed-out at a rate of \$50 per day, unless the teacher elects to convert all or some of the unused personal time into accumulated sick leave. The District also gives each employee 10 days sick leave per year. This can be carried forward and accumulated to a maximum of 72 days. Upon retirement from employment, the District will pay \$50 per day of accrued sick leave to a maximum of 72 days to any employee eligible for retirement. As of June 30, 2020, the liability for accrued sick leave pay was \$28,110.

UNIFIED SCHOOL DISTRICT NO. 362
Notes to the Financial Statements
For the Year Ended June 30, 2020

NOTE 8 - Commitments and Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District as of June 30, 2020.

NOTE 9 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

NOTE 10 - Other Long-Term Obligations from Operations

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. There is no cost to the District under this program.

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, 2019.

NOTE 11 - Related Party Transactions

During the year ended June 30, 2020, the District paid \$191,477 for insurance services. The spouse of a board member has a business interest in the insurance agency directing insurance coverage for the District. The District's policy is to bid out the services to local agencies and the board member abstains from the vote to award insurance services.

A board member is the Business Development Officer at a banking institution that holds a portion of the District's cash deposits. In addition, another board member is a loan officer at a banking institution that holds a portion of the District's cash deposits.

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UNIFIED SCHOOL DISTRICT NO. 362
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020

| <u>Funds</u> | <u>Certified Budget</u> | <u>Adjustment to Comply with Legal Max</u> | <u>Adjustment for Qualifying Budget Credits</u> | <u>Total Budget for Comparison</u> | <u>Expenditures Chargeable to Current Year Budget</u> | <u>Variance Over [Under]</u> |
|--------------------------|-----------------------------|--|---|--|---|--------------------------------------|
| Governmental Type Funds: | | | | | | |
| General Funds: | | | | | | |
| General Fund | \$ 7,827,766 | \$ [165,586] | \$ 157,366 | \$ 7,819,546 | \$ 7,819,546 | \$ - |
| Supplemental General | 2,641,411 | [8,524] | - | 2,632,887 | 2,632,887 | - |
| Special Purpose Funds: | | | | | | |
| At Risk (K-12) | 1,589,160 | - | - | 1,589,160 | 1,408,971 | 180,189 |
| Capital Outlay | 3,000,000 | - | - | 3,000,000 | 2,893,432 | 106,568 |
| Driver Training | 28,903 | - | - | 28,903 | 1,485 | 27,418 |
| Food Service | 639,346 | - | - | 639,346 | 537,481 | 101,865 |
| Professional Development | 42,231 | - | - | 42,231 | 22,951 | 19,280 |
| Bilingual Education | 6,250 | - | - | 6,250 | 6,098 | 152 |
| Special Education | 2,247,610 | - | - | 2,247,610 | 2,247,593 | 17 |
| Vocational Education | 330,439 | - | - | 330,439 | 317,898 | 12,541 |
| Federal | 186,213 | - | - | 186,213 | 185,918 | 295 |
| KPERS | 1,329,351 | - | - | 1,329,351 | 1,114,041 | 215,310 |
| Gifts and Grants | 198,107 | - | - | 198,107 | 88,318 | 109,789 |
| Bond and Interest Funds: | | | | | | |
| Bond and Interest | 841,232 | - | - | 841,232 | 841,232 | - |

UNIFIED SCHOOL DISTRICT NO. 362
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|--|-----------------------------|------------------|---------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Taxes and Shared Revenues: | | | | |
| Mineral production taxes | \$ 233 | \$ 75 | \$ - | \$ 75 |
| State Aid: | | | | |
| Equalization aid | 6,034,064 | 6,328,227 | 6,411,166 | [82,939] |
| Special education aid | 1,317,910 | 1,333,878 | 1,416,600 | [82,722] |
| Reimbursements | <u>119,454</u> | <u>157,366</u> | <u>-</u> | <u>157,366</u> |
| Total Receipts | <u>7,471,661</u> | <u>7,819,546</u> | <u>\$ 7,827,766</u> | <u>\$ [8,220]</u> |
| Expenditures | | | | |
| Instruction | 3,516,814 | 3,310,579 | \$ 3,318,286 | \$ 7,707 |
| Student support services | 385,819 | 357,673 | 367,050 | 9,377 |
| Instructional support services | 143,135 | 180,065 | 179,425 | [640] |
| General administration | 361,236 | 425,797 | 381,325 | [44,472] |
| School administration | 673,306 | 693,342 | 683,200 | [10,142] |
| Central services | 134,965 | 117,300 | 124,404 | 7,104 |
| Operatings and maintenance | - | 650 | - | [650] |
| Architectural & Engineering Services | - | - | 78,834 | 78,834 |
| Transportation | 493,675 | 549,601 | 544,100 | [5,501] |
| Transfers out | 1,762,711 | 2,184,539 | 2,151,142 | [33,397] |
| Adjustment for qualifying budget credits | - | - | 157,366 | 157,366 |
| Adjustment to comply with legal max budget | - | - | <u>[165,586]</u> | <u>[165,586]</u> |
| Total Expenditures | <u>7,471,661</u> | <u>7,819,546</u> | <u>\$ 7,819,546</u> | <u>\$ -</u> |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|--|-----------------------------|-------------------|---------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Taxes and Shared Revenues: | | | | |
| Ad valorem taxes | \$ 2,680,590 | \$ 2,386,850 | \$ 2,405,390 | \$ [18,540] |
| Delinquent ad valorem taxes | 25,243 | 29,743 | 19,358 | 10,385 |
| Motor vehicle taxes | 105,120 | 110,131 | 124,662 | [14,531] |
| Recreational vehicle taxes | 4,924 | 4,104 | 4,393 | [289] |
| Commercial vehicle taxes | <u>10,307</u> | <u>4,568</u> | <u>4,763</u> | <u>[195]</u> |
| Total Receipts | <u>2,826,184</u> | <u>2,535,396</u> | <u>\$ 2,558,566</u> | <u>\$ [23,170]</u> |
| Expenditures | | | | |
| Instruction | 22,593 | 203,573 | \$ 31,500 | \$ [172,073] |
| Student support services | 73,595 | 11,762 | 75,000 | 63,238 |
| Operations and maintenance | 1,035,623 | 737,731 | 1,048,050 | 310,319 |
| Transfers out | 1,524,759 | 1,679,821 | 1,486,861 | [192,960] |
| Adjustment to comply with legal max budget | <u>-</u> | <u>-</u> | <u>[8,524]</u> | <u>[8,524]</u> |
| Total Expenditures | <u>2,656,570</u> | <u>2,632,887</u> | <u>\$ 2,632,887</u> | <u>\$ -</u> |
| Receipts Over [Under] Expenditures | 169,614 | [97,491] | | |
| Unencumbered Cash, Beginning | <u>213,902</u> | <u>383,516</u> | | |
| Unencumbered Cash, Ending | <u>\$ 383,516</u> | <u>\$ 286,025</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|--------------------------------|------------------|---------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Miscellaneous | \$ 63,346 | \$ 57,455 | \$ 49,672 | \$ 7,783 |
| Transfer in | 981,347 | 1,279,669 | 1,514,488 | [234,819] |
| Investment income | 52,198 | 71,100 | 25,000 | 46,100 |
| Reimbursements | <u>11,377</u> | <u>747</u> | <u>-</u> | <u>747</u> |
| Total Receipts | <u>1,108,268</u> | <u>1,408,971</u> | <u>\$ 1,589,160</u> | <u>\$ [180,189]</u> |
| Expenditures | | | | |
| Instruction | <u>1,108,268</u> | <u>1,408,971</u> | <u>\$ 1,589,160</u> | <u>\$ 180,189</u> |
| Total Expenditures | <u>1,108,268</u> | <u>1,408,971</u> | <u>\$ 1,589,160</u> | <u>\$ 180,189</u> |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | - | - | | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over <u>[Under]</u> |
|---------------------------------------|-----------------------------|---------------------|---------------------|------------------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Taxes and Shared Revenues: | | | | |
| Ad valorem taxes | \$ 1,641,592 | \$ 1,665,790 | \$ 1,530,690 | \$ 135,100 |
| Delinquent ad valorem taxes | 14,306 | 17,768 | 11,859 | 5,909 |
| Motor vehicle taxes | 62,913 | 65,692 | 74,564 | [8,872] |
| Recreational vehicle taxes | 2,950 | 2,450 | 2,627 | [177] |
| Commercial vehicle taxes | 6,180 | 2,762 | 2,849 | [87] |
| Investment income | 9,262 | - | - | - |
| Reimbursements | 52,345 | 66,344 | - | 66,344 |
| Total Receipts | <u>1,789,548</u> | <u>1,820,806</u> | <u>\$ 1,622,589</u> | <u>\$ 198,217</u> |
| Expenditures | | | | |
| Instruction | 133,840 | 234,661 | \$ 210,000 | \$ [24,661] |
| Student support services | 217,730 | 343,014 | 355,000 | 11,986 |
| Instructional support services | - | 2,826 | - | [2,826] |
| General administration | 167 | - | 50,000 | 50,000 |
| School administration | 2,609 | 2,431 | 10,000 | 7,569 |
| Central services | - | 20,872 | - | [20,872] |
| Operations and maintenance | 386,057 | 665,087 | 868,100 | 203,013 |
| Transportation | 338,882 | 101,019 | 175,000 | 73,981 |
| Facility acquisition and construction | 1,000,077 | 1,523,522 | 1,331,900 | [191,622] |
| Total Expenditures | <u>2,079,362</u> | <u>2,893,432</u> | <u>\$ 3,000,000</u> | <u>\$ 106,568</u> |
| Receipts Over [Under] Expenditures | [289,814] | [1,072,626] | | |
| Unencumbered Cash, Beginning | <u>2,544,701</u> | <u>2,254,887</u> | | |
| Unencumbered Cash, Ending | <u>\$ 2,254,887</u> | <u>\$ 1,182,261</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|-----------------------------|------------------|------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| State aid | \$ 4,998 | \$ 2,730 | \$ 5,850 | \$ [3,120] |
| Miscellaneous | <u>5,950</u> | <u>6,314</u> | <u>6,000</u> | <u>314</u> |
| Total Receipts | <u>10,948</u> | <u>9,044</u> | <u>\$ 11,850</u> | <u>\$ [2,806]</u> |
| Expenditures | | | | |
| Instruction | 14,870 | 1,470 | \$ 28,903 | \$ 27,433 |
| Transportation | <u>405</u> | <u>15</u> | <u>-</u> | <u>[15]</u> |
| Total Expenditures | <u>15,275</u> | <u>1,485</u> | <u>\$ 28,903</u> | <u>\$ 27,418</u> |
| Receipts Over [Under] Expenditures | [4,327] | 7,559 | | |
| Unencumbered Cash, Beginning | <u>21,380</u> | <u>17,053</u> | | |
| Unencumbered Cash, Ending | <u>\$ 17,053</u> | <u>\$ 24,612</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|-----------------------------|-------------------|-------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Federal aid | \$ 255,676 | \$ 342,148 | \$ 276,353 | \$ 65,795 |
| State aid | 3,949 | 4,919 | 3,841 | 1,078 |
| Charges for services | 145,421 | 135,725 | 187,926 | [52,201] |
| Transfer in | <u>100,701</u> | <u>54,689</u> | <u>68,726</u> | <u>[14,037]</u> |
| Total Receipts | <u>505,747</u> | <u>537,481</u> | <u>\$ 536,846</u> | <u>\$ 635</u> |
| Expenditures | | | | |
| Operations & Maintenance | - | - | \$ 100,596 | \$ 100,596 |
| Food service operation | <u>505,748</u> | <u>537,481</u> | <u>538,750</u> | <u>1,269</u> |
| Total Expenditures | <u>505,748</u> | <u>537,481</u> | <u>\$ 639,346</u> | <u>\$ 101,865</u> |
| Receipts Over [Under] Expenditures | [1] | - | | |
| Unencumbered Cash, Beginning | <u>102,501</u> | <u>102,500</u> | | |
| Unencumbered Cash, Ending | <u>\$ 102,500</u> | <u>\$ 102,500</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over <u>[Under]</u> |
|------------------------------------|-----------------------------|------------------|------------------|------------------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| State aid | \$ 273 | \$ 452 | \$ 231 | \$ 221 |
| Transfer in | <u>17,953</u> | <u>22,499</u> | <u>21,000</u> | <u>1,499</u> |
| Total Receipts | <u>18,226</u> | <u>22,951</u> | <u>\$ 21,231</u> | <u>\$ 1,720</u> |
| Expenditures | | | | |
| Instructional support services | <u>21,065</u> | <u>22,951</u> | <u>\$ 42,231</u> | <u>\$ 19,280</u> |
| Total Expenditures | <u>21,065</u> | <u>22,951</u> | <u>\$ 42,231</u> | <u>\$ 19,280</u> |
| Receipts Over [Under] Expenditures | [2,839] | - | | |
| Unencumbered Cash, Beginning | <u>23,839</u> | <u>21,000</u> | | |
| Unencumbered Cash, Ending | <u>\$ 21,000</u> | <u>\$ 21,000</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Bilingual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|--------------------------------|---------------|-----------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Transfer in | \$ 5,864 | \$ 6,098 | \$ 6,250 | \$ [152] |
| Total Receipts | <u>5,864</u> | <u>6,098</u> | <u>\$ 6,250</u> | <u>\$ [152]</u> |
| Expenditures | | | | |
| Instruction | <u>5,864</u> | <u>6,098</u> | \$ 6,250 | \$ 152 |
| Total Expenditures | <u>5,864</u> | <u>6,098</u> | <u>\$ 6,250</u> | <u>\$ 152</u> |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | <u>-</u> | <u>-</u> | | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|-----------------------------|-------------------|---------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Transfers in | \$ 2,136,905 | \$ 2,202,056 | \$ 1,697,100 | \$ 504,956 |
| Miscellaneous | - | 77 | - | 77 |
| Total Receipts | <u>2,136,905</u> | <u>2,202,133</u> | <u>\$ 1,697,100</u> | <u>\$ 505,033</u> |
| Expenditures | | | | |
| Instruction | 1,689,817 | 1,925,589 | \$ 1,840,600 | \$ [84,989] |
| Operations and maintenance | 3,372 | 2,798 | 4,500 | 1,702 |
| Transportation | 333,206 | 319,206 | 402,510 | 83,304 |
| Total Expenditures | <u>2,026,395</u> | <u>2,247,593</u> | <u>\$ 2,247,610</u> | <u>\$ 17</u> |
| Receipts Over [Under] Expenditures | 110,510 | [45,460] | | |
| Unencumbered Cash, Beginning | <u>440,000</u> | <u>550,510</u> | | |
| Unencumbered Cash, Ending | <u>\$ 550,510</u> | <u>\$ 505,050</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|-----------------------------|----------------|-------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Reimbursements | \$ - | \$ 10,083 | \$ - | \$ 10,083 |
| State aid | 3,907 | 4,895 | - | 4,895 |
| Other revenue from a local source | 4,305 | - | - | - |
| Interest | - | 3,570 | - | 3,570 |
| Transfers in | <u>297,759</u> | <u>299,350</u> | <u>330,439</u> | <u>[31,089]</u> |
| Total Receipts | <u>305,971</u> | <u>317,898</u> | <u>\$ 330,439</u> | <u>\$ [12,541]</u> |
| Expenditures | | | | |
| Instruction | <u>305,971</u> | <u>317,898</u> | <u>\$ 330,439</u> | <u>\$ 12,541</u> |
| Total Expenditures | <u>305,971</u> | <u>317,898</u> | <u>\$ 330,439</u> | <u>\$ 12,541</u> |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | <u>-</u> | <u>-</u> | | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Federal Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|-----------------------------|----------------|-------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Federal aid | \$ 186,152 | \$ 183,285 | \$ 183,269 | \$ 16 |
| Total Receipts | <u>186,152</u> | <u>183,285</u> | <u>\$ 183,269</u> | <u>\$ 16</u> |
| Expenditures | | | | |
| Instruction | 175,128 | 168,042 | \$ 168,179 | \$ 137 |
| Support services | 18,300 | 15,675 | 18,034 | 2,359 |
| School administration | 4,310 | 157 | - | [157] |
| Operations and maintenance | - | 2,044 | - | [2,044] |
| Total Expenditures | <u>197,738</u> | <u>185,918</u> | <u>\$ 186,213</u> | <u>\$ 295</u> |
| Receipts Over [Under] Expenditures | [11,586] | [2,633] | | |
| Unencumbered Cash, Beginning | <u>14,530</u> | <u>2,944</u> | | |
| Unencumbered Cash, Ending | <u>\$ 2,944</u> | <u>\$ 311</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Textbook Rental Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2020 and 2019

| | Prior Year <u>Actual</u> | Current Year <u>Actual</u> |
|------------------------------------|-----------------------------|-------------------------------|
| Receipts | | |
| Charges for services | \$ 35,714 | \$ 35,334 |
| Total Receipts | <u>35,714</u> | <u>35,334</u> |
| Expenditures | | |
| Instruction | <u>64,557</u> | <u>37,530</u> |
| Total Expenditures | <u>64,557</u> | <u>37,530</u> |
| Receipts Over [Under] Expenditures | [28,843] | [2,196] |
| Unencumbered Cash, Beginning | <u>44,752</u> | <u>15,909</u> |
| Unencumbered Cash, Ending | <u>\$ 15,909</u> | <u>\$ 13,713</u> |

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 362
KPERs Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|--------------------------------|------------------|---------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| State aid | \$ 727,055 | \$ 1,114,041 | \$ 1,329,351 | \$ [215,310] |
| Total Receipts | <u>727,055</u> | <u>1,114,041</u> | <u>\$ 1,329,351</u> | <u>\$ [215,310]</u> |
| Expenditures | | | | |
| Instruction | 363,527 | 557,022 | \$ 500,000 | \$ [57,022] |
| Student support services | 33,048 | 50,638 | 75,000 | 24,362 |
| Instructional support staff | 18,885 | 28,936 | 75,000 | 46,064 |
| General administration | 4,721 | 7,234 | 25,000 | 17,766 |
| School administration | 47,211 | 72,340 | 75,000 | 2,660 |
| Central services | 14,163 | 21,702 | 75,000 | 53,298 |
| Operations and maintenance | 70,817 | 108,510 | 75,000 | [33,510] |
| Food service | 51,933 | 79,574 | 179,351 | 99,777 |
| Transportation | <u>122,750</u> | <u>188,085</u> | <u>250,000</u> | <u>61,915</u> |
| Total Expenditures | <u>727,055</u> | <u>1,114,041</u> | <u>\$ 1,329,351</u> | <u>\$ 215,310</u> |
| Receipts Over [Under] Expenditures | - | - | | |
| Unencumbered Cash, Beginning | <u>-</u> | <u>-</u> | | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
 Contingency Reserve Fund *
 Schedule of Receipts and Expenditures - Actual
 Regulatory Basis
 For the Year Ended June 30, 2020 and 2019

| | Prior Year <u>Actual</u> | Current Year <u>Actual</u> |
|------------------------------------|-----------------------------|-------------------------------|
| Receipts | | |
| Transfer in | \$ - | \$ - |
| Total Receipts | <u>-</u> | <u>-</u> |
| Expenditures | | |
| Transfer out | <u>253,059</u> | <u>-</u> |
| Total Expenditures | <u>253,059</u> | <u>-</u> |
| Receipts Over [Under] Expenditures | [253,059] | - |
| Unencumbered Cash, Beginning | <u>1,503,352</u> | <u>1,250,293</u> |
| Unencumbered Cash, Ending | <u>\$ 1,250,293</u> | <u>\$ 1,250,293</u> |

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 362
 Gifts and Grants Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|--------------------------------|------------------|-------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Donations | \$ 48,397 | \$ 74,328 | \$ 50,000 | \$ 24,328 |
| Miscellaneous | <u>716</u> | <u>652</u> | <u>55,000</u> | <u>[54,348]</u> |
| Total Receipts | <u>49,113</u> | <u>74,980</u> | <u>\$ 105,000</u> | <u>\$ [30,020]</u> |
| Expenditures | | | | |
| Instruction | 68,732 | 78,557 | \$ 198,107 | \$ 119,550 |
| Student support services | - | 4,293 | - | [4,293] |
| Instructional support services | <u>161</u> | <u>5,468</u> | <u>-</u> | <u>[5,468]</u> |
| Total Expenditures | <u>68,893</u> | <u>88,318</u> | <u>\$ 198,107</u> | <u>\$ 109,789</u> |
| Receipts Over [Under] Expenditures | [19,780] | [13,338] | | |
| Unencumbered Cash, Beginning | <u>112,887</u> | <u>93,107</u> | | |
| Unencumbered Cash, Ending | <u>\$ 93,107</u> | <u>\$ 79,769</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Amounts For the Year Ended June 30, 2019)

| | Prior Year <u>Actual</u> | Current Year | | Variance Over [Under] |
|------------------------------------|-----------------------------|---------------------|-------------------|-----------------------------|
| | | <u>Actual</u> | <u>Budget</u> | |
| Receipts | | | | |
| Taxes and Shared Revenues: | | | | |
| Ad valorem taxes | \$ 951,130 | \$ 998,464 | \$ 918,235 | \$ 80,229 |
| Delinquent ad valorem taxes | 9,521 | 10,957 | 6,879 | 4,078 |
| Motor vehicle tax | 44,088 | 35,494 | 40,557 | [5,063] |
| Recreational vehicle tax | 1,746 | 1,327 | 1,430 | [103] |
| Commercial vehicle tax | <u>4,450</u> | <u>1,547</u> | <u>1,550</u> | <u>[3]</u> |
| Total Receipts | <u>1,010,935</u> | <u>1,047,789</u> | <u>\$ 968,651</u> | <u>\$ 79,138</u> |
| Expenditures | | | | |
| Principal | 695,000 | 720,000 | \$ 720,000 | \$ - |
| Interest | <u>138,982</u> | <u>121,232</u> | <u>121,232</u> | <u>-</u> |
| Total Expenditures | <u>833,982</u> | <u>841,232</u> | <u>\$ 841,232</u> | <u>\$ -</u> |
| Receipts Over [Under] Expenditures | 176,953 | 206,557 | | |
| Unencumbered Cash, Beginning | <u>1,675,181</u> | <u>1,852,134</u> | | |
| Unencumbered Cash, Ending | <u>\$ 1,852,134</u> | <u>\$ 2,058,691</u> | | |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2020

| <u>FUND</u> | Beginning Cash <u>Balance</u> | <u>Receipts</u> | <u>Disbursements</u> | Ending Cash <u>Balance</u> |
|---------------------------------|-------------------------------------|-----------------|----------------------|----------------------------------|
| ELEMENTARY SCHOOL FUNDS | | | | |
| LaCygne Attendance Center | | | | |
| Guided reading | \$ 570 | \$ - | \$ - | \$ 570 |
| Student project | 96 | 10 | 8 | 98 |
| Total LaCygne Attendance Center | <u>666</u> | <u>10</u> | <u>8</u> | <u>668</u> |
| Total Elementary Schools | <u>666</u> | <u>10</u> | <u>8</u> | <u>668</u> |
| MIDDLE SCHOOL FUNDS | | | | |
| Library | - | 1,229 | 1,175 | 54 |
| Musicals and plays | 822 | 319 | 299 | 842 |
| Student council | 821 | 99 | 408 | 512 |
| School store | 10 | - | - | 10 |
| Textbooks | [90] | 4,535 | 4,290 | 155 |
| Reward fund | 8,813 | 201 | 525 | 8,489 |
| Total Middle School | <u>10,376</u> | <u>6,383</u> | <u>6,697</u> | <u>10,062</u> |
| HIGH SCHOOL FUNDS | | | | |
| All school plays | 1,886 | 1,955 | 3,706 | 135 |
| Art club | 8 | - | - | 8 |
| Cheerleaders | 2,925 | 1,277 | 2,047 | 2,155 |
| Choir | 32 | - | - | 32 |
| Class of 2017 | 30 | - | 30 | - |
| Class of 2018 | - | 5 | 5 | - |
| Class of 2019 | 351 | 40 | 391 | - |
| Class of 2020 | 6,304 | 11,354 | 17,640 | 18 |
| Class of 2021 | 3,843 | 8,856 | 6,183 | 6,516 |
| Class of 2022 | 1,458 | 1,073 | 134 | 2,397 |
| Class of 2022 | - | 3,937 | 2,259 | 1,678 |
| Drama | 586 | - | - | 586 |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2020

| <u>FUND</u> | Beginning Cash <u>Balance</u> | <u>Receipts</u> | <u>Disbursements</u> | Ending Cash <u>Balance</u> |
|------------------------------------|-------------------------------------|-------------------|----------------------|----------------------------------|
| HIGH SCHOOL FUNDS (Continued) | | | | |
| FFA | \$ 9,268 | \$ 66,967 | \$ 56,382 | \$ 19,853 |
| FCCLA | 749 | 23 | 317 | 455 |
| Fine arts Chicago trip | 1,329 | - | - | 1,329 |
| French club | 6 | - | - | 6 |
| Future business leaders | 1,024 | 13,797 | 13,374 | 1,447 |
| Level V Sr Trip | 437 | - | - | 437 |
| Library club | 994 | - | - | 994 |
| Music festival | 797 | 4,973 | 4,778 | 992 |
| National honor society | 470 | 1,092 | 1,375 | 187 |
| Student council | - | 4,762 | 4,530 | 232 |
| Students promoting and encouraging | 1,928 | - | 193 | 1,735 |
| Total High School | <u>34,425</u> | <u>120,111</u> | <u>113,344</u> | <u>41,192</u> |
| Total Student Organization Funds | <u>\$ 45,467</u> | <u>\$ 126,504</u> | <u>\$ 120,049</u> | <u>\$ 51,922</u> |

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 362
 District Activity Funds
 Schedule of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2020

| FUND | Restated Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | Ending Unencumbered Cash Balance | Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|------------------------------------|---|---|-------------------|-------------------|--|--|---------------------------|
| Special Projects: | | | | | | | |
| Parker Attendance Center | \$ 6,893 | \$ - | \$ 48,660 | \$ 50,069 | \$ 5,484 | \$ - | \$ 5,484 |
| LaCygne Attendance Center | 4,871 | - | 41,807 | 42,427 | 4,251 | - | 4,251 |
| Middle School Food Service | 1,887 | - | 30,137 | 31,385 | 639 | - | 639 |
| Middle School Gate Receipts | 5,108 | - | 21,707 | 18,714 | 8,101 | - | 8,101 |
| Middle School Other District Accts | 4,212 | - | 8,646 | 6,793 | 6,065 | - | 6,065 |
| High School Food Service | - | - | 36,637 | 36,637 | - | - | - |
| High School Gate Receipts | 13,040 | - | 45,916 | 37,752 | 21,204 | - | 21,204 |
| High School Other District Accts | 14,233 | - | 71,357 | 70,632 | 14,958 | - | 14,958 |
| High School Reimbursements | [120] | - | 7,690 | 7,132 | 438 | - | 438 |
| Total District Activity Funds | <u>\$ 50,124</u> | <u>\$ -</u> | <u>\$ 312,557</u> | <u>\$ 301,541</u> | <u>\$ 61,140</u> | <u>\$ -</u> | <u>\$ 61,140</u> |

Schedule 5

UNIFIED SCHOOL DISTRICT NO. 362
 Private Purpose Trust Funds
 Schedule of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2020

| <u>FUND</u> | <u>Beginning Cash Balance</u> | <u>Receipts</u> | <u>Expenditures</u> | <u>Ending Cash Balance</u> |
|---------------------------------------|---------------------------------------|---------------------|---------------------|------------------------------------|
| HIGH SCHOOL FUNDS | | | | |
| High School | | | | |
| Scholarships | \$ 30,007 | \$ 5,000 | \$ 6,000 | \$ 29,007 |
| Total High School | <u>30,007</u> | <u>5,000</u> | <u>6,000</u> | <u>29,007</u> |
| Total Private Purpose Trust Funds | <u>\$ 30,007</u> | <u>\$ 5,000</u> | <u>\$ 6,000</u> | <u>\$ 29,007</u> |

See independent auditor's report on the financial statements.