

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Financial Statement
With Independent Auditors' Report

For the Year Ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Financial Statement With Independent Auditors' Report
For the Year Ended June 30, 2020

TABLE OF CONTENTS

Independent Auditors' Report 1

Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis 4

Notes to Financial Statement 5

Regulatory–Required Supplementary Information

Schedule 1 – Summary of Expenditures – Actual and Budget – Regulatory Basis 14

Schedule 2 – Schedule of Receipts and Expenditures – Regulatory Basis
Individually presented by fund

Governmental Type Funds

General Funds

2-1 General Fund 15

2-2 Supplemental General Fund 16

Special Purpose Funds

2-3 Capital Outlay Fund 17

2-4 Driver Training Fund 18

2-5 Food Service Fund 19

2-6 Professional Development Fund 20

2-7 Special Education Fund 21

2-8 Vocational Education Fund 22

2-9 Recreation Commission Fund 23

2-10 Bilingual Education Fund 24

2-11 Title II, Part A Teacher Quality Fund 25

2-12 Title I, Part A Improving the Academic Achievement of Disadvantaged Fund 26

2-13 KPERS Retirement Contributions Fund 27

2-14 At Risk (4-Year Old) Fund 28

2-15 At Risk (K-12) Fund 29

2-16 Contingency Fund 30

2-17 Textbook Rental Fund 31

2-18 Federal COVID Funding Fund 32

2-19 Donations and Grants Fund 33

2-20 Uniform Replacement Fund 34

2-21 Memorial Scholarship Fund 35

Bond and Interest Fund

2-22 Bond and Interest Fund 36

Related Municipal Entity

2-23 Recreation Commission 37

Schedule 3 - Summary of Receipts and Disbursements – Regulatory Basis

Agency Funds..... 38

Schedule 4 - Schedule of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis

District Activity Funds..... 39



Phone (620) 792-2428 ■ Fax (620) 792-5559 ■ www.abbb.com

2006 Broadway Ave. ■ Suite 2A ■ P.O. Drawer J

Great Bend, Kansas 67530-4043

Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Education

Unified School District No. 376 Sterling, Kansas

Sterling, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Unified School District No. 376 Sterling, Kansas**, as of and for the year ended June 30, 2020 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditors' 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 from 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, the financial statement is prepared by **Unified School District No. 376 Sterling, 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 matters 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 **Unified School District No. 376 Sterling, Kansas** 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 **Unified School District No. 376 Sterling, Kansas** 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.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, summary of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of **Unified School District No. 376 Sterling, Kansas** as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated December 9, 2019, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and

expenditures – actual and budget for the year ended June 30, 2020 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 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 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. In our opinion, the 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2019, on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball, Chartered

ADAMS, BROWN, BERAN & BALL, CHTD.

Certified Public Accountants

December 16, 2020

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
 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	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Funds							
General Fund	\$ 846	422	4,136,222	4,137,068	422	-	422
Supplemental General Fund	52,995	-	1,296,063	1,307,687	41,371	-	41,371
Special Purpose Funds							
Capital Outlay Fund	180,535	-	1,439,514	1,361,308	258,741	-	258,741
Driver Training Fund	20,689	-	7,436	4,679	23,446	-	23,446
Food Service Fund	46,870	-	381,990	327,161	101,699	-	101,699
Professional Development Fund	-	-	18,065	18,065	-	-	-
Special Education Fund	-	-	989,531	884,599	104,932	-	104,932
Vocational Education Fund	-	-	208,501	208,501	-	-	-
Recreation Commission Fund	3,110	-	106,045	92,000	17,155	-	17,155
Bilingual Education Fund	519	-	524	-	1,043	-	1,043
Title II, Part A Teacher Quality Fund	-	-	12,553	12,553	-	-	-
Title I, Part A Improving the Academic Achievement of Disadvantaged Fund	-	-	119,478	119,478	-	-	-
KPERS Retirement Contributions Fund	-	-	505,963	505,963	-	-	-
At Risk (4-Year Old) Fund	-	-	25,263	25,263	-	-	-
At Risk (K-12) Fund	-	-	135,635	135,635	-	-	-
Contingency Fund	43,102	-	31,898	-	75,000	-	75,000
Textbook Rental Fund	3,777	-	10,483	14,260	-	-	-
Federal COVID Funding Fund	-	-	-	3,109	(3,109)	-	(3,109)
Donations and Grants Fund	28,446	-	39,601	42,437	25,610	-	25,610
Uniform Replacement Fund	16,962	-	6,223	3,384	19,801	-	19,801
Memorial Scholarship Fund	172,561	-	4,801	6,894	170,468	-	170,468
District Activity Funds	17,757	-	68,370	61,682	24,445	-	24,445
Bond and Interest Fund							
Bond and Interest Fund	1,316,351	-	1,176,617	1,234,481	1,258,487	-	1,258,487
Total Primary Government	1,904,520	422	10,720,776	10,506,207	2,119,511	-	2,119,511
Related Municipal Entity							
Recreation Commission	74,109	-	177,491	147,434	104,166	3,020	107,186
Total Reporting Entity (Excluding Agency Funds)	\$ 1,978,629	422	10,898,267	10,653,641	2,223,677	3,020	2,226,697
Composition of Cash							
							\$ 2,015,363
							25,576
							18
							143,596
							2,184,553
							107,186
							(65,042)
							\$ 2,226,697

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

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unified School District No. 376 Sterling, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The District is a municipal corporation governed by an elected five-member board. This financial statement presents the District (the municipality) and its related municipal entity shown below. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Recreation Commission

Sterling Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928.

Basis of Presentation – Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

Regulatory Basis Fund Types

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

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

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

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

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.

Reimbursements

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

NOTE 2 – 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:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 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 revenues 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.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Title II, Part A Teacher Quality Fund, Title I, Part A Improving the Academic Achievement of Disadvantaged Fund, Contingency Fund, Textbook Rental Fund, Federal COVID Funding Fund, Donations and Grants Fund, Uniform Replacement Fund, Memorial Scholarship Fund and 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.

NOTE 3 – DEPOSITS AND INVESTMENTS

Unified School District No. 376 Sterling, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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 K.S.A. 9-1405.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District does not use "peak periods". All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$2,184,553 and the bank balance was \$2,593,178. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$629,824 was covered by federal depository insurance and \$1,963,354 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

At June 30, 2020, the Receptions Commission's carrying amount of deposits was \$107,186 and the bank balance was \$110,483. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, all was covered by federal depository insurance.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

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. The District had no investments at June 30, 2020.

NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT

Unified School District No. 376 Sterling, Kansas received \$211,652 subsequent to June 30, 2020 and as required by K.S.A. 72-5135, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

NOTE 5 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Unified School District No. 376 Sterling, Kansas'** interfund transfers and regulatory authority for the year ended June 30, 2020 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Food Service Fund	K.S.A. 72-5167	\$ 12,199
General Fund	Special Education Fund	K.S.A. 72-5167	618,746
General Fund	Title I, Part A Improving the Academic Achievement of Disadvantaged Fund	K.S.A. 72-5167	10,000
General Fund	Professional Development Fund	K.S.A. 72-5167	12,458
General Fund	At-Risk (4-Year Old) Fund	K.S.A. 72-5167	3,083
General Fund	Contingency Fund	K.S.A. 72-5167	31,898
Supplemental General Fund	At Risk (4-Year Old) Fund	K.S.A. 72-5143	22,180
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	92,125
Supplemental General Fund	Food Service Fund	K.S.A. 72-5143	60,000
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	4,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	360,000
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-5143	198,981
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	524
Supplemental General Fund	Title I, Part A Improving the Academic Achievement of Disadvantaged Fund	K.S.A. 72-5143	29,720

NOTE 6 – LITIGATION

Unified School District No. 376 Sterling, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the District.

NOTE 7 – RISK MANAGEMENT

Unified School District No. 376 Sterling, Kansas carries commercial insurance for risks of loss, including property, general liability, inland marine, automobile, umbrella, linebacker, crime, data and worker's compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

NOTE 8 – GRANTS AND SHARED REVENUES

Unified School District No. 376 Sterling, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Unified School District No. 376 Sterling, Kansas exceeded its budget authority in the Professional Development Fund and At Risk (4-Year Old) Fund by \$12,190 and \$1,083, respectively. This is a violation of K.S.A. 79-2935.

The District was not properly bonded for a public works contract exceeding \$100,000, which is a violation of K.S.A. 60-1111.

NOTE 10 – OPERATING LEASES

On July 13, 2018, the District entered into a lease agreement with Sterling College to lease a stadium and other athletic facilities. The agreement calls for annual payments of \$37,500 for two years. Payments totaling \$37,500 were made in 2020. As of June 30, 2020, there were no future minimum lease payments.

NOTE 11 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

Unified School District No. 376 Sterling, Kansas 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 at 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

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

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, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 16.15% and 14.41%, respectively, 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, 2019. 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 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.

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 \$505,963 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 \$4,375,539. 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 this financial statement.

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

NOTE 12 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **Unified School District No. 376 Sterling, Kansas** 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

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

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.

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, 2020.

NOTE 13 – TERMINATION BENEFITS

Early Retirement Plan

Certified personnel employed prior September 1, 2006 are eligible to participate in the District’s early retirement program if certain eligibility requirements are met. The employee must have completed 15 years of service with the District and be eligible for KPERs retirement.

Eligibility commences on July 1st in the year the employee turns age 57 prior to September 1st. It continues until any year between ages 61 and 64. Notification must be given to the District by May 10th in the year prior to the July 1st retirement date. Upon early retirement, the retiree is eligible to receive 15 percent of his or her last contract annually with an accumulative limit set at 75 percent of the same contract. Payment schedules vary depending on the age of retirement as shown below:

<u>Prior to age 60</u>	<u>60</u>	<u>61</u>	<u>62</u>	<u>63</u>	<u>64</u>
Minimum of five years	5 years	4 years	3 years	2 years	1 year

As of June 30, 2020 the District had three eligible retirees under this program. The District is liable for \$92,944, which will be paid out over the next four years.

NOTE 14 – COMPENSATED ABSENCES

Vacation

12-month employees are allowed 10 days each year and increases to 15 days after being employed with the District for eight years. Vacation leave must be used during the current contract year and may not accumulate.

Discretionary Leave

Certified Employees – Each employee is allowed twelve days per year, accumulative to 60 days. At the end of the school year, the District will buy any accumulated discretionary days that exceed five days at a rate of \$45 per day.

Classified Employees – Full-time employees are allowed two days personal leave per contract year. Each employee may accumulate personal leave to a maximum of five days. Employees may choose to redeem any or all at \$45 per day (pro-rated for part-time employees).

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2020

NOTE 15 – ADVANCED REFUNDING DEBT DEFEASANCE

On July 27, 2017, the District issued Series 2017 General Obligation Refunding bonds of \$1,715,000 (par value) with an interest rate of 3% to advance refund a portion of the Series 2009 General Obligation Bonds. The Series 2017 bonds were issued at \$1,805,659, and after paying issuance costs of \$33,848, the net proceeds were \$1,771,811. The net proceeds from the issuance of the general obligation bonds were deposited into an irrevocable trust with an escrow agent to provide debt service payments until maturity. The Series 2009 bonds matured on September 1, 2019.

NOTE 16 – RISK AND UNCERTAINTIES

The United States has experienced a nationwide pandemic from the novel coronavirus known as COVID-19. As a result of the spread of COVID-19, economic uncertainties have arisen which are likely to negatively impact the financial operations of the District. Management is unable to reasonably determine the total effects of this virus on the operations of the District as of the date of these financial statements.

NOTE 17 – LONG-TERM DEBT

Unified School District No. 376 Sterling, Kansas has the following types of long-term debt.

General Obligation Bonds

On May 1, 2009, the District issued \$18,515,000 for Facility Improvements – Series 2009 bonds for the purpose of facility improvements.

On December 22, 2014, the District issued \$8,795,000 for Facility Improvements Bonds - Series 2014 for the purpose of providing funds for refunding a portion of \$1,785,000 in Facility Improvements, Series 2008 A bonds and \$16,640,000 in Facility Improvements, Series 2009 bonds.

On March 12, 2015, the District issued \$8,615,000 in Facility Improvements Bonds - Series 2015 for the purpose of providing funds for refunding a portion of \$1,785,000 in facility improvements, Series 2008 A bonds and \$16,640,000 in Facility Improvements, Series 2009 bonds.

On July 27, 2017, the District issued \$1,715,000 in Facility Improvements Bonds - Series 2017 for the purpose of providing funds for refunding a portion of \$18,515,000 in Facility Improvements, Series 2009 bonds.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Notes to Financial Statement
June 30, 2020

Changes in long-term liabilities for the District for the year ended June 30, 2020, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2009	3.00%-5.25%	5/1/2009	\$ 18,515,000	9/1/2035	\$ 300,000	-	300,000	-	419,281
Series 2014	3.00%-4.00%	12/22/2014	8,795,000	9/1/2033	8,795,000	-	130,000	8,665,000	321,475
Series 2015	2.25%-4.00%	3/12/2015	8,615,000	9/1/2035	8,615,000	-	-	8,615,000	334,950
Series 2017	3.00%	7/27/2017	1,715,000	9/1/2023	1,715,000	-	-	1,715,000	51,450
Total Contractual Indebtedness					\$ 19,425,000	-	430,000	18,995,000	1,127,156

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

	2021	2022	2023	2024	2025	2026 - 2030	2031 - 2035	2036	Total
Principal									
General Obligation Bonds									
Series 2014	\$ 190,000	210,000	215,000	225,000	820,000	5,270,000	1,735,000	-	8,665,000
Series 2015	150,000	135,000	120,000	115,000	100,000	265,000	5,920,000	1,810,000	8,615,000
Series 2017	355,000	400,000	460,000	500,000	-	-	-	-	1,715,000
Total Principal	695,000	745,000	795,000	840,000	920,000	5,535,000	7,655,000	1,810,000	18,995,000
Interest									
General Obligation Bonds									
Series 2014	315,076	307,076	298,576	290,901	275,226	878,663	242,900	-	2,608,418
Series 2015	332,700	328,425	324,600	321,075	318,225	1,559,928	930,200	36,200	4,151,353
Series 2017	46,125	34,800	21,900	7,500	-	-	-	-	110,325
Total Interest	693,901	670,301	645,076	619,476	593,451	2,438,591	1,173,100	36,200	6,870,096
Total Principal and Interest	\$ 1,388,901	1,415,301	1,440,076	1,459,476	1,513,451	7,973,591	8,828,100	1,846,200	25,865,096

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Regulatory-Required Supplementary Information

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020

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)
Governmental Type Funds						
General Funds						
General Fund	\$ 4,222,628	(171,229)	85,669	4,137,068	4,137,068	-
Supplemental General Fund	1,310,729	-	-	1,310,729	1,307,687	(3,042)
Special Purpose Funds						
Capital Outlay Fund	452,945	-	1,065,326	1,518,271	1,361,308	(156,963)
Driver Training Fund	5,906	-	-	5,906	4,679	(1,227)
Food Service Fund	386,991	-	-	386,991	327,161	(59,830)
Professional Development Fund	5,875	-	-	5,875	18,065	12,190
Special Education Fund	1,022,998	-	-	1,022,998	884,599	(138,399)
Vocational Education Fund	255,104	-	-	255,104	208,501	(46,603)
Recreation Commission Fund	92,000	-	-	92,000	92,000	-
Bilingual Education Fund	-	-	-	-	-	-
KPERS Retirement Contributions Fund	613,250	-	-	613,250	505,963	(107,287)
At Risk (4-Year Old) Fund	24,180	-	-	24,180	25,263	1,083
At Risk (K-12) Fund	110,000	-	43,510	153,510	135,635	(17,875)
Bond and Interest Fund						
Bond and Interest Fund	1,234,482	-	-	1,234,482	1,234,481	(1)

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Mineral Severance Tax	\$ 1,966	1,091	-	1,091
State Aid				
Equalization Aid	3,412,030	3,537,020	3,658,065	(121,045)
Special Education Aid	525,231	512,442	564,563	(52,121)
Other State Aid	5,412	1,370	-	1,370
Federal Aid	250	712	-	712
Reimbursed Expenses	139,415	83,587	-	83,587
Total Receipts	<u>4,084,304</u>	<u>4,136,222</u>	<u>4,222,628</u>	<u>(86,406)</u>
Expenditures				
Instruction	2,327,235	2,361,277	2,398,230	(36,953)
Student Support Services	31,208	70,881	125,400	(54,519)
Instructional Support Staff	107,522	97,929	101,600	(3,671)
General Administration	247,101	254,659	276,668	(22,009)
School Administration	368,045	343,067	333,300	9,767
Central Services	4,572	4,678	-	4,678
Operations and Maintenance	68,024	93,276	170,617	(77,341)
Vehicle Operating Services	246,910	222,917	252,250	(29,333)
Miscellaneous	3,689	-	-	-
Transfers Out	680,866	688,384	564,563	123,821
Adjustment to Comply With Legal Max	-	-	(171,229)	171,229
Legal General Fund Budget	4,085,172	4,137,068	4,051,399	85,669
(a) Adjustment for Qualifying Budget Credits	-	-	85,669	(85,669)
Total Expenditures	<u>4,085,172</u>	<u>4,137,068</u>	<u>4,137,068</u>	<u>-</u>
Receipts Over (Under) Expenditures	(868)	(846)		
Unencumbered Cash - Beginning	1,283	846		
Prior Year Cancelled Encumbrances	<u>431</u>	<u>422</u>		
Unencumbered Cash - Ending	\$ <u>846</u>	<u>422</u>		
(a) Adjustment for Qualifying Budget Credits				
Other State Aid Over Amount Budgeted			\$ 1,370	
Federal Aid Over Amount Budgeted			712	
Reimbursed Expenses Over Amount Budgeted			83,587	
Total			\$ <u>85,669</u>	

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues	\$ 624,535	698,902	748,068	(49,166)
Supplemental General State Aid	683,240	597,161	600,314	(3,153)
Reimbursements	5,850	-	-	-
Other Revenue	2,290	-	-	-
Total Receipts	<u>1,315,915</u>	<u>1,296,063</u>	<u>1,348,382</u>	<u>(52,319)</u>
Expenditures				
Instruction	184,980	172,355	58,869	113,486
General Administration	-	220	-	220
School Administration	-	1,170	-	1,170
Operations and Maintenance	353,867	225,515	316,000	(90,485)
Instruction Support Services	133,743	139,627	129,680	9,947
Contracted Services	14,251	1,270	-	1,270
Miscellaneous	6,471	-	-	-
Transfers Out	604,496	767,530	806,180	(38,650)
Total Expenditures	<u>1,297,808</u>	<u>1,307,687</u>	<u>1,310,729</u>	<u>(3,042)</u>
Receipts Over (Under) Expenditures	18,107	(11,624)		
Unencumbered Cash - Beginning	<u>34,888</u>	<u>52,995</u>		
Unencumbered Cash - Ending	<u>\$ 52,995</u>	<u>41,371</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Taxes and Shared Revenues	\$ 323,612	296,808	290,900	5,908
Interest Income	2,788	2,872	1,200	1,672
State Aid	128,063	50,715	56,261	(5,546)
Rental	2,720	84	-	84
Insurance Proceeds	-	1,065,326	-	1,065,326
Other Revenue	27,008	23,709	-	23,709
Total Receipts	484,191	1,439,514	348,361	1,091,153
Expenditures				
Student Services	-	-	75,000	(75,000)
Operations and Maintenance	271,129	284,065	310,165	(26,100)
Transportation	198,276	-	67,780	(67,780)
Facility Acquisition and Construction	92,343	1,077,243	-	1,077,243
(a) Adjustment for Qualifying Budget Credits	-	-	1,065,326	(1,065,326)
Total Expenditures	561,748	1,361,308	1,518,271	(156,963)
Receipts Over (Under) Expenditures	(77,557)	78,206		
Unencumbered Cash - Beginning	258,092	180,535		
Unencumbered Cash - Ending	\$ 180,535	258,741		
(a) Adjustment for Qualifying Budget Credits				
Insurance Proceeds Over Amount Budgeted			\$ 1,065,326	

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Driver Training Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 5,586	3,900	5,200	(1,300)
Student Fees	3,232	3,536	3,500	36
Total Receipts	8,818	7,436	8,700	(1,264)
Expenditures				
Instruction	3,846	3,804	5,906	(2,102)
Operations and Maintenance	678	875	-	875
Total Expenditures	4,524	4,679	5,906	(1,227)
Receipts Over (Under) Expenditures	4,294	2,757		
Unencumbered Cash - Beginning	16,395	20,689		
Unencumbered Cash - Ending	\$ 20,689	23,446		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Food Service Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 3,028	6,857	2,800	4,057
Federal Aid	136,044	197,652	150,531	47,121
Student Sales	106,908	94,984	116,740	(21,756)
Adult Sales	5,549	4,303	10,050	(5,747)
Other Income	8,850	5,995	-	5,995
Transfers In	66,459	72,199	60,000	12,199
Total Receipts	<u>326,838</u>	<u>381,990</u>	<u>340,121</u>	<u>41,869</u>
Expenditures				
Operations and Maintenance	-	714	193,140	(192,426)
Food Service Operation	319,968	326,447	193,851	132,596
Total Expenditures	<u>319,968</u>	<u>327,161</u>	<u>386,991</u>	<u>(59,830)</u>
Receipts Over (Under) Expenditures	6,870	54,829		
Unencumbered Cash - Beginning	<u>40,000</u>	<u>46,870</u>		
Unencumbered Cash - Ending	<u>\$ 46,870</u>	<u>101,699</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Professional Development Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Other State Aid	\$ -	1,607	1,875	(268)
Transfers In	6,087	16,458	4,000	12,458
Total Receipts	6,087	18,065	<u>5,875</u>	<u>12,190</u>
Expenditures				
Instruction Support Staff	6,087	18,065	<u>5,875</u>	<u>12,190</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Special Education Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Other Revenue	\$ -	835	-	835
Reimbursed Expenses	11,801	9,950	-	9,950
Transfers In	751,452	978,746	924,563	54,183
Total Receipts	763,253	989,531	924,563	64,968
Expenditures				
Instruction	849,862	866,513	973,998	(107,485)
Student Transportation Services	20,092	18,063	49,000	(30,937)
Miscellaneous	227	23	-	23
Total Expenditures	870,181	884,599	1,022,998	(138,399)
Receipts Over (Under) Expenditures	(106,928)	104,932		
Unencumbered Cash - Beginning	106,928	-		
Unencumbered Cash - Ending	\$ -	104,932		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Vocational Education Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Miscellaneous	\$ 4,854	3,567	-	3,567
State Aid	-	5,953	5,104	849
Transfers In	214,184	198,981	250,000	(51,019)
Total Receipts	219,038	208,501	255,104	(46,603)
Expenditures				
Instruction	218,665	201,639	255,104	(53,465)
Professional Development	330	1,330	-	1,330
School Administration	43	5,532	-	5,532
Total Expenditures	219,038	208,501	255,104	(46,603)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes	\$ 99,875	106,045	103,394	2,651
Expenditures				
Appropriations	107,876	92,000	92,000	-
Receipts Over (Under) Expenditures	(8,001)	14,045		
Unencumbered Cash - Beginning	11,111	3,110		
Unencumbered Cash - Ending	\$ 3,110	17,155		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Bilingual Education Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts		Actual		
Transfers In	\$ 519	524	-	524
Expenditures	-	-	-	-
Receipts Over (Under) Expenditures	519	524		
Unencumbered Cash - Beginning	-	519		
Unencumbered Cash - Ending	\$ 519	1,043		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Title II, Part A Teacher Quality Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Title IIA Federal Aid	\$ 14,579	12,553
Transfers In	321	-
	<hr/>	<hr/>
Total Receipts	14,900	12,553
Expenditures		
Instruction	14,900	12,553
	<hr/>	<hr/>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	<hr/>	<hr/>
	-	-
Unencumbered Cash - Ending	\$ <hr/>	<hr/>
	-	-

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Title I, Part A Improving the Academic Achievement of Disadvantaged Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Title I Federal Aid	\$ 79,564	79,758
Transfers In	18,383	39,720
Total Receipts	97,947	119,478
Expenditures		
Instruction	97,947	119,478
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
KPERS Retirement Contributions Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 342,587	505,963	613,250	(107,287)
Expenditures				
Instruction	215,828	318,757	332,676	(13,919)
Student Support Services	17,130	25,298	90,124	(64,826)
Instructional Support Staff	20,556	30,358	27,169	3,189
General Administration	10,277	15,179	70,640	(55,461)
School Administration	17,130	25,298	25,147	151
Central Services	17,130	25,298	-	25,298
Operations and Maintenance	23,981	35,417	19,587	15,830
Student Transportation Services	6,851	10,119	8,795	1,324
Other Support Services	-	-	19,571	(19,571)
Food Service	13,704	20,239	19,541	698
Total Expenditures	342,587	505,963	613,250	(107,287)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
At Risk (4-Year Old) Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 2,456	25,263	24,180	1,083
Expenditures				
Instruction	2,456	60	24,180	(24,120)
Student Support Services	-	25,203	-	25,203
Total Expenditures	2,456	25,263	24,180	1,083
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
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 Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Federal Aid	\$ -	43,510	-	43,510
State Aid	3,131	-	-	-
Reimbursed Expenses	1,374	-	-	-
Transfers In	225,501	92,125	110,000	(17,875)
Total Receipts	230,006	135,635	110,000	25,635
Expenditures				
Instruction	203,077	135,513	110,000	25,513
Professional Development	26,929	122	-	122
(a) Adjustment for Qualifying Budget Credits	-	-	43,510	(43,510)
Total Expenditures	230,006	135,635	153,510	(17,875)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		
(a) Adjustment for Qualifying Budget Credits				
Federal Aid Over Amount Budgeted			\$ 43,510	

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Contingency Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ -	31,898
Expenditures	-	-
Receipts Over (Under) Expenditures	-	31,898
Unencumbered Cash - Beginning	43,102	43,102
Unencumbered Cash - Ending	\$ 43,102	75,000

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Textbook Rental Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Textbook Rental Fees	\$ 9,880	10,483
Expenditures		
Textbook Purchases	13,418	14,260
Receipts Over (Under) Expenditures	(3,538)	(3,777)
Unencumbered Cash - Beginning	7,315	3,777
Unencumbered Cash - Ending	\$ 3,777	-

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Federal COVID Funding Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures		
Instruction	-	3,109
Receipts Over (Under) Expenditures	-	(3,109)
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	(3,109)

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Donations and Grants Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Donations	\$ 1,099	20
State Aid	2,800	9,380
Grants	18,615	30,201
Total Receipts	22,514	39,601
Expenditures		
Grant Expenses	28,792	42,437
Receipts Over (Under) Expenditures	(6,278)	(2,836)
Unencumbered Cash - Beginning	34,724	28,446
Unencumbered Cash - Ending	\$ 28,446	25,610

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Uniform Replacement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Fees	\$ 6,865	6,223
Expenditures		
Uniforms	1,269	3,384
Receipts Over (Under) Expenditures	5,596	2,839
Unencumbered Cash - Beginning	11,366	16,962
Unencumbered Cash - Ending	\$ 16,962	19,801

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Memorial Scholarship Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Interest	\$ 12,532	4,801
Expenditures		
Scholarships	6,887	6,894
Receipts Over (Under) Expenditures	5,645	(2,093)
Unencumbered Cash - Beginning	166,916	172,561
Unencumbered Cash - Ending	\$ 172,561	170,468

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Bond and Interest Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues	\$ 1,029,570	929,631	911,321	18,310
State Aid	489,329	246,896	246,896	-
Miscellaneous	-	90	-	90
Total Receipts	<u>1,518,899</u>	<u>1,176,617</u>	<u>1,158,217</u>	<u>18,400</u>
Expenditures				
Principal Payments	365,000	430,000	430,000	-
Interest Payments	922,706	804,481	804,482	(1)
Total Expenditures	<u>1,287,706</u>	<u>1,234,481</u>	<u>1,234,482</u>	<u>(1)</u>
Receipts Over (Under) Expenditures	231,193	(57,864)		
Unencumbered Cash - Beginning	<u>1,085,158</u>	<u>1,316,351</u>		
Unencumbered Cash - Ending	\$ <u><u>1,316,351</u></u>	<u><u>1,258,487</u></u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Recreation Commission
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Year	Current Year
	Actual	Actual
Receipts		
Taxes and Shared Revenues	\$ 57,876	115,843
Interest on Idle Funds	54	61
Fees	8,220	8,127
Wellness Center Membership Fees	47,834	53,460
Total Receipts	<u>113,984</u>	<u>177,491</u>
Expenditures		
Activity Supplies	23,852	34,435
Advertising	1,306	1,123
Insurance	751	4,135
Office	3,109	4,062
Payroll	79,385	73,767
Postage	62	119
Silver Threads	6,600	6,600
Utilities	2,317	2,801
Wellness Center	31,892	20,392
Total Expenditures	<u>149,274</u>	<u>147,434</u>
Receipts Over (Under) Expenditures	(35,290)	30,057
Unencumbered Cash - Beginning	<u>109,399</u>	<u>74,109</u>
Unencumbered Cash - Ending	<u>\$ 74,109</u>	<u>104,166</u>

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Year Ended June 30, 2020

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School				
Band	\$ 14,235	11,066	2,970	22,331
Black Board Designs	718	125	236	607
Clay Sports Team	5,035	900	-	5,935
Debate	528	1,296	969	855
FCCLA	1,186	1,302	1,856	632
Future Business Leaders of America	4,737	3,658	4,668	3,727
Kidwind Challenge	729	-	71	658
National Honor Society	1,826	-	14	1,812
Online Bill Pay	4,053	57,141	54,711	6,483
Scholar's Bowl	514	-	350	164
Sterling Singers	866	858	511	1,213
STUCO	119	1,077	465	731
Yearbook	2,642	8,739	5,923	5,458
FFA	-	5,019	3,705	1,314
Class of 2020	343	-	343	-
Class of 2021	132	2,258	1,180	1,210
Class of 2022	261	-	-	261
Class of 2023	193	-	-	193
Total High School	38,117	93,439	77,972	53,584
Junior High School				
A Few Good Men	766	-	277	489
Yearbook	210	401	-	611
DFYIT	3,722	2,968	3,196	3,494
J-Teens	772	832	979	625
Scholars Bowl	-	140	95	45
Science Fair	178	-	-	178
STUCO	29	487	324	192
Total Junior High School	5,677	4,828	4,871	5,634
Grade School				
Be Kind Movement	-	3,090	-	3,090
GM Boxtops	-	71	71	-
Science Olympiad	456	64	210	310
Target Fund	87	-	-	87
Yearbook	2,272	2,034	1,969	2,337
Total Junior High School	2,815	5,259	2,250	5,824
Total Agency Funds	\$ 46,609	103,526	85,093	65,042

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
District Activity Funds
 Schedule of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2020

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Junior and Senior High School							
Athletics	\$ 12,246	-	47,184	47,460	11,970	-	11,970
Concessions	3,657	-	20,851	14,098	10,410	-	10,410
Grade School							
School Activity	1,854	-	335	124	2,065	-	2,065
Total District Activity Funds	\$ 17,757	-	68,370	61,682	24,445	-	24,445