

**UNIFIED SCHOOL DISTRICT NO. 491**

**Eudora, Kansas**

**Financial Statements**

**For the Year Ended June 30, 2021**

UNIFIED SCHOOL DISTRICT NO. 491  
Financial Statements  
For the Year Ended June 30, 2021

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INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District No. 491  
Eudora, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 491 (the District), Eudora, Kansas, as of and for the year ended June 30, 2021 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; 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, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide*. 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 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 do 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, 2021, or the respective changes in financial position and changes in cash flows, where applicable, 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, 2021, 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 receipts and expenditures-actual and budget, summary of regulatory receipts and disbursements-agency funds, and the schedule of regulatory 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 statements, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2021, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

### *Other Matters*

The 2020 Actual column presented in the individual fund financial schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) for the year ended June 30, 2021 is presented for purposes of additional analysis and is not a required part of the basic financial statement.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated December 1, 2020 which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/oar/municipalservices>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2020, on the basis of accounting described in Note 1.

*Gordon CPA LLC*

Certified Public Accountant  
Lawrence, Kansas

November 29, 2021

UNIFIED SCHOOL DISTRICT NO. 491  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2021

<u>Funds</u>	Beginning Unencumbered Cash <u>Balance</u>	Prior Year Cancelled Encumbrances	<u>Receipts</u>	<u>Expenditures</u>	Ending Unencumbered Cash <u>Balance</u>	Outstanding Encumbrances and Accounts Payable	Ending Cash <u>Balance</u>
General Funds:							
General	\$ -	\$ -	\$ 11,337,452	\$ 11,337,452	\$ -	\$ -	\$ -
Supplemental General	85,573	-	3,722,290	3,601,013	206,850	-	206,850
Special Purpose Funds:							
At Risk (K-12)	-	-	643,905	643,905	-	-	-
Bilingual Education	-	-	70	70	-	-	-
Virtual Education	-	-	38,900	38,900	-	-	-
Capital Outlay	487,496	-	1,496,887	1,650,218	334,165	-	334,165
Driver Training	-	-	20,298	17,864	2,434	-	2,434
Food Service	148,785	-	855,068	806,362	197,491	-	197,491
Professional Development	-	-	37,959	37,959	-	-	-
Parent Education	-	-	15,000	15,000	-	-	-
Special Education	-	-	3,270,639	3,270,639	-	-	-
Vocational Education	-	-	568,315	568,315	-	-	-
Gifts and Grants	[2,041]	-	150,288	132,305	15,942	-	15,942
KPERS Special Retirement Contribution	-	-	1,391,323	1,391,323	-	-	-
Federal Grant	41,739	-	1,602,447	1,386,521	257,665	-	257,665
Contingency Reserve	110,207	-	-	-	110,207	-	110,207
Textbook and Student Material Revolving	71,839	-	215,536	204,799	82,576	-	82,576
District Activity	-	-	123,589	105,772	17,817	-	17,817
Bond and Interest Funds:							
Bond and Interest #1	5,203,321	-	9,264,005	8,130,948	6,336,378	-	6,336,378
<b>Total</b>	<b>\$ 6,146,919</b>	<b>\$ -</b>	<b>\$ 34,753,971</b>	<b>\$ 33,339,365</b>	<b>\$ 7,561,525</b>	<b>\$ -</b>	<b>\$ 7,561,525</b>

Composition of Cash:	Kaw Valley State Bank	
	Checking Accounts	\$ 2,652,370
	Money Market	380,128
	Central Bank of the Midwest	
	Money Market	<u>4,859,382</u>
	Cash Balance	7,891,880
	Less: Agency Funds per Schedule 3	<u>[330,355]</u>
	Total Reporting Entity (Excluding Agency Funds)	<u>\$ 7,561,525</u>

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

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

NOTE 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 491 (the District) is a municipal corporation governed by an elected seven-member board.

The District receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental reporting entity, since Board members are elected by the public and have decision-making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. In addition, there are no related municipal entities that are included in the District's reporting entity.

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 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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2021:

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 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 - used to report assets held by the municipal entity in a purely custodial capacity (i.e. payroll clearing fund, student organization fund, permanent trust funds, etc.).

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

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 was not amended for the year ended June 30, 2021.

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

A legal operating budget is not required for capital project funds, agency funds, and the following special purpose funds: Textbook and Student Material Revolving, Contingency Reserve, and District Activities.

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.

Expenditures in the amount of \$203,424, \$26,024 and \$240,977 are classified as reimbursed expenses in the General, Supplemental General and Special Education funds, respectively. 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.

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

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.

*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's designated "peak periods" are from January 1 through February 28, April 16 through April 17, May 1 through May 15, and June 15 through July 10 at Kaw Valley Bank, and January 20 through February 13, May 1 through May 18, and June 5 through July 31 at Central Bank of the Midwest. All deposits were legally secured at June 30, 2021.

At June 30, 2021, the District's carrying amount of deposits was \$7,891,880 and the bank balance was \$8,384,561. 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 \$7,794,919 was collateralized with securities held by the pledging financial institutions' agents in the District's name, and the balance of \$89,642 was unsecured under a designated peak period.

NOTE 3 – In-Substance Receipt in Transit

The District received \$578,820 in General State Aid and \$184,659 in Supplemental General State Aid subsequent to June 30, 2021 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2021.

NOTE 4 – 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](http://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. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

NOTE 4 – Defined Benefit Pension Plan (Continued)

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

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,391,323 for the year ended June 30, 2021.

*Net Pension Liability.* At June 30, 2021, the District's proportionate share of the collective net pension liability reported by KPERS was \$14,905,683. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in 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 KPERS website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

NOTE 5 – 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 local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the 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.

*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, 2021.

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

NOTE 6 – Compensated Absences

The District's policies regarding vacation pay permit full-time classified employees to accumulate vacation days as follows:

<u>Years of Service</u>	<u>Days per Year</u>
1 - 5	12
6 - 10	15
11 - 15	18
16 or more	21

Unused vacation to be carried over at the end of the year may not exceed 10 days. The total possible accumulation of unused vacation is 31 days.

The District's leave policies are as follows:

**Classified Employees** - Classified employees earn leave at the rate of one day for each month of service. Employees with 35 or more days of accumulated leave may, at their option, be paid for unused current leave days at the rate of \$20 per day and will be paid at the conclusion of each school year.

Classified employees terminating their employment will be paid based on their ending daily rate for each day of adjusted accumulated leave, but only to the limit of accumulation their job allows.

**Certified Personnel** - A teacher with at least 15 years' experience within U.S.D. No. 491 will receive payment for all accumulated leave days at \$75 per day upon leaving the District's employment.

Each teacher shall have the option of receiving payment for unused current leave or the teacher may transfer one or more days of the unused leave to his or her personal leave account. Payment for unused leave shall be \$50 per day.

The estimated unused compensated absences at June 30, 2021 is \$385,354.

NOTE 7 – 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, 2021.

NOTE 8 – 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 fiscal years.

NOTE 9 – Statutory Violations

During the year ended December 31, 2021 expenditures chargeable to the current year exceeded budgetary authority in the Professional Development Fund and Parent Education Fund. These are violations of K.S.A. 79-2935 which requires the District to not expended funds in excess of its budgetary authority.

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

**NOTE 10 – Long-Term Debt**

The following table summarizes changes in long-term debt for the year ended June 30, 2021:

<u>Issue</u>	<u>Principal Outstanding July 1, 2020</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Principal Outstanding June 30, 2021</u>	<u>Interest Paid</u>
General Obligation Bonds:					
Series 2009-B	\$ 550,000	\$ -	\$ 550,000	\$ -	\$ 14,163
Series 2010-A	2,665,000	-	2,665,000	-	53,300
Series 2011-A	315,000	-	15,000	300,000	13,300
Series 2012	2,930,000	-	2,930,000	-	35,735
Series 2016	31,105,000	-	-	31,105,000	834,369
Series 2019-A	9,950,000	-	400,000	9,550,000	242,218
Series 2019-B	4,965,000	-	-	4,965,000	215,925
Series 2020	-	4,150,000	60,000	4,090,000	25,587
Total General Obligation Bonds	<u>52,480,000</u>	<u>4,150,000</u>	<u>6,620,000</u>	<u>50,010,000</u>	<u>1,434,596</u>
Capital Leases:					
Konica Minolta Copiers	33,792	-	33,792	-	-
Technology Sustainability Computers	165,388	-	54,095	111,293	3,142
Total Capital Leases	<u>199,180</u>	<u>-</u>	<u>87,887</u>	<u>111,293</u>	<u>3,142</u>
Total Long Term Debt	<u>\$ 52,679,180</u>	<u>\$ 4,150,000</u>	<u>\$ 6,707,887</u>	<u>\$ 50,121,293</u>	<u>\$ 1,437,739</u>

*General Obligation Bonds.* The following table details the District's outstanding general obligation bonds as of June 30, 2021:

	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Principal Outstanding June 30, 2021</u>	<u>Date of Final Maturity</u>
General Obligation Bonds:					
Series 2011-A	4.00 to 5.00%	3/1/2011	\$ 6,655,000	\$ 300,000	9/1/2029
Series 2016	1.75 to 3.00%	9/8/2016	32,330,000	31,105,000	9/1/2034
Series 2019-A	2.01 to 2.83%	12/17/2019	9,950,000	9,550,000	9/1/2029
Series 2019-B	4.00 to 4.75%	12/17/2019	4,965,000	4,965,000	9/1/2029
Series 2020	1.06%	7/29/2020	4,150,000	4,090,000	9/1/2025
			<u>\$58,050,000</u>	<u>\$ 50,010,000</u>	

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

**NOTE 10 – Long-Term Debt (Continued)**

The annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 3,050,000	\$ 1,322,007	\$ 4,372,007
2023	3,100,000	1,276,303	4,376,303
2024	3,260,000	1,220,236	4,480,236
2025	3,595,000	1,138,020	4,733,020
2026	3,420,000	1,040,685	4,460,685
2027 - 2031	18,555,000	3,513,420	22,068,420
2032 - 2035	15,030,000	897,525	15,927,525
Total	<u>\$ 50,010,000</u>	<u>\$ 10,408,195</u>	<u>\$ 60,418,195</u>

**Capital Leases.** The following table details the District's outstanding capital lease as of June 30, 2021:

	Interest Rates	Date of Issue	Amount of Issue	Principal Outstanding June 30, 2021	Date of Final Maturity
Capital Leases:					
Technology Sustainability Computers	2.00 to 2.50%	6/5/2012	<u>\$221,690</u>	<u>\$ 111,293</u>	9/1/2022

The annual debt service requirements to maturity for the capital lease is as follows:

Year Ending June 30,	Principal	Interest	Total
2022	\$ 55,123	\$ 2,115	\$ 57,237
2023	<u>56,170</u>	<u>1,067</u>	<u>57,237</u>
Total	<u>\$ 111,293</u>	<u>\$ 3,182</u>	<u>\$ 114,475</u>

On July 29, 2020 the District issued \$4,150,000 of Series 2020-A General Obligation Refunding Bonds, with a final maturity date of September 1, 2025. Interest on the Series 2020-A General Obligation Refunding Bonds is due semi-annually on March 1 and September 1 at a rate of 1.06%. The purpose of the Series 2020-A General Obligation Refunding Bonds was to fully repay the previously outstanding portion of the District's Series 2009-B, Series 2010-A, and Series 2012 General Obligation Bonds.

At June 30, 2021, the remaining principal balance of outstanding debt issues previously defeased is \$6,340,000.

**Legal Debt Margin.** The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding August 25. The District obtained permission from the Kansas State Board of Education to issue bonds in excess of its statutory limit.

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Financial Statements  
For the Year Ended June 30, 2021

NOTE 11 – Interfund Transfers

Transfers for the year ended June 30, 2021, are approved by the Board of Education and are as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General Fund	Special Education Fund	\$ 1,865,525	K.S.A. 72-6478
Supplemental General Fund	At Risk (K-12) Fund	643,905	K.S.A. 72-6478
Supplemental General Fund	Bilingual Education Fund	70	K.S.A. 72-6478
Supplemental General Fund	Virtual Education Fund	38,900	K.S.A. 72-6478
Supplemental General Fund	Professional Development Fund	34,289	K.S.A. 72-6478
Supplemental General Fund	Parent Education Fund	15,000	K.S.A. 72-6478
Supplemental General Fund	Special Education Fund	1,164,137	K.S.A. 72-6478
Supplemental General Fund	Vocational Education Fund	349,265	K.S.A. 72-6478
		<u>\$ 4,111,091</u>	

NOTE 12 – Related Party Transactions

A Board of Education member's wife is the executive director of a District-related Foundation. The Foundation receives a portion of its funding from the District.

UNIFIED SCHOOL DISTRICT NO. 491  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021

<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>
General Funds:						
General	\$ 11,906,643	\$ [772,615]	\$ 203,424	11,337,452	\$ 11,337,452	\$ -
Supplemental General	3,807,527	[232,538]	26,024	3,601,013	3,601,013	-
Special Purpose Funds:						
At Risk (K-12)	850,000	-	-	850,000	643,905	[206,095]
Bilingual Education	17,900	-	-	17,900	70	[17,830]
Virtual Education	100,000	-	-	100,000	38,900	[61,100]
Capital Outlay	2,084,539	-	-	2,084,539	1,650,218	[434,321]
Driver Training	20,625	-	-	20,625	17,864	[2,761]
Food Service	1,374,651	-	-	1,374,651	806,362	[568,289]
Professional Development	24,500	-	-	24,500	37,959	13,459
Parent Education	14,100	-	-	14,100	15,000	900
Special Education	3,242,477	-	240,977	3,483,454	3,270,639	[212,815]
Vocational Education	712,948	-	-	712,948	568,315	[144,633]
Gifts and Grants	341,000	-	-	341,000	132,305	[208,695]
KPERS Special Retirement Contribution	1,605,119	-	-	1,605,119	1,391,323	[213,796]
Federal Grant	1,399,585	-	-	1,399,585	1,386,521	[13,064]
Debt Service Funds:						
Bond and Interest #1	4,031,098	-	4,150,000	8,181,098	8,130,948	[50,150]

UNIFIED SCHOOL DISTRICT NO. 491  
General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
General state aid	\$ 9,054,728	\$ 9,268,503	\$ 9,964,166	\$ [695,663]
Special education state aid	1,946,162	1,865,525	1,942,477	[76,952]
Reimbursements	237,058	203,424	-	203,424
Miscellaneous	14,033	-	-	-
Total Receipts	<u>11,251,981</u>	<u>11,337,452</u>	<u>\$ 11,906,643</u>	<u>\$ [569,191]</u>
Expenditures				
Instruction	5,708,600	5,973,569	\$ 5,870,850	\$ 102,719
Student support services	467,929	341,390	496,341	[154,951]
Instructional support staff	303,792	301,202	321,900	[20,698]
General administration	412,084	458,778	432,000	26,778
School administration	669,956	681,503	698,000	[16,497]
Central services	307,451	316,147	318,000	[1,853]
Operations and maintenance	1,023,796	1,033,529	1,260,075	[226,546]
Transportation	398,178	365,809	467,000	[101,191]
Transfers out	1,960,195	1,865,525	2,042,477	[176,952]
Adjustments to comply with legal max	-	-	[772,615]	772,615
Adjustments for qualifying budget credits	-	-	203,424	[203,424]
Total Expenditures	<u>11,251,981</u>	<u>11,337,452</u>	<u>\$ 11,337,452</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. 491  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 910,675	\$ 985,216	\$ 896,825	\$ 88,391
Delinquent taxes	10,419	10,080	13,667	[3,587]
Motor vehicle taxes	107,979	121,480	110,076	11,404
Recreational vehicle taxes	2,556	3,010	1,839	1,171
Big truck taxes	1,294	1,419	3,532	[2,113]
Miscellaneous	52,030	51,476	-	51,476
State aid	2,444,768	2,523,585	2,564,241	[40,656]
Reimbursements	4,017	26,024	-	26,024
Total Receipts	<u>3,533,738</u>	<u>3,722,290</u>	<u>\$ 3,590,180</u>	<u>\$ 132,110</u>
Expenditures				
Instruction	526,082	699,037	\$ 611,940	\$ 87,097
Student support services	24,826	30,167	30,000	167
Instructional support staff	301,378	361,343	333,387	27,956
General administration	73,419	44,520	51,000	[6,480]
Central services	8,537	4,554	35,000	[30,446]
Operations and maintenance	155,858	208,228	206,200	2,028
Capital outlay	2,918	7,598	13,000	[5,402]
Transfers out	2,381,216	2,245,566	2,527,000	[281,434]
Adjustments to comply with legal max	-	-	[232,538]	232,538
Adjustments for qualifying budget credits	-	-	26,024	[26,024]
Total Expenditures	<u>3,474,234</u>	<u>3,601,013</u>	<u>\$ 3,601,013</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	59,504	121,277		
Unencumbered Cash, Beginning	<u>26,069</u>	<u>85,573</u>		
Unencumbered Cash, Ending	<u>\$ 85,573</u>	<u>\$ 206,850</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
At Risk (K-12) Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 731,791	\$ 643,905	\$ 850,000	\$ [206,095]
	45	-	-	-
Total Receipts	<u>731,836</u>	<u>643,905</u>	<u>\$ 850,000</u>	<u>\$ [206,095]</u>
Expenditures				
Instruction	<u>731,836</u>	<u>643,905</u>	<u>\$ 850,000</u>	<u>\$ [206,095]</u>
Total Expenditures	<u>731,836</u>	<u>643,905</u>	<u>\$ 850,000</u>	<u>\$ [206,095]</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. 491  
Bilingual Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 5,008	\$ 70	\$ 17,900	\$ [17,830]
Total Receipts	<u>5,008</u>	<u>70</u>	<u>\$ 17,900</u>	<u>\$ [17,830]</u>
Expenditures				
Instruction	<u>5,008</u>	<u>70</u>	<u>\$ 17,900</u>	<u>\$ [17,830]</u>
Total Expenditures	<u>5,008</u>	<u>70</u>	<u>\$ 17,900</u>	<u>\$ [17,830]</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. 491  
Virtual Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 74,761	\$ 38,900	\$ 100,000	\$ [61,100]
Total Receipts	<u>74,761</u>	<u>38,900</u>	<u>\$ 100,000</u>	<u>\$ [61,100]</u>
Expenditures				
Instruction	-	-	\$ 100,000	\$ [100,000]
School administration	<u>74,761</u>	<u>38,900</u>	-	<u>38,900</u>
Total Expenditures	<u>74,761</u>	<u>38,900</u>	<u>\$ 100,000</u>	<u>\$ [61,100]</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. 491  
Capital Outlay Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenues:				
Ad valorem property tax	\$ 534,198	\$ 581,674	\$ 585,488	\$ [3,814]
Delinquent tax	5,524	5,872	8,653	[2,781]
Motor vehicle tax	93,628	71,400	65,987	5,413
Recreational vehicle tax	1,476	1,284	1,365	[81]
Big truck tax	2,429	2,344	1,655	689
Capital outlay state aid	391,918	406,333	406,402	[69]
Miscellaneous	223,949	427,980	500,000	[72,020]
Investment income	-	-	3,500	[3,500]
Total Receipts	<u>1,253,122</u>	<u>1,496,887</u>	<u>\$ 1,573,050</u>	<u>\$ [76,163]</u>
Expenditures				
Instruction	204,093	220,403	\$ 160,000	\$ 60,403
Instructional support staff	314,347	477,266	350,000	127,266
School administration	-	801	24,250	[23,449]
Central services	-	-	200,000	[200,000]
Operations and maintenance	69,752	-	91,289	[91,289]
Transportation	40,724	-	300,000	[300,000]
Facilities acquisition and construction	693,790	951,748	310,000	641,748
Building improvements	-	-	649,000	[649,000]
Total Expenditures	<u>1,322,706</u>	<u>1,650,218</u>	<u>\$ 2,084,539</u>	<u>\$ [434,321]</u>
Receipts Over [Under] Expenditures	[69,584]	[153,331]		
Unencumbered Cash, Beginning	<u>557,080</u>	<u>487,496</u>		
Unencumbered Cash, Ending	<u>\$ 487,496</u>	<u>\$ 334,165</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
Driver Training Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State aid	\$ 7,280	\$ 6,426	\$ 5,625	\$ 801
Miscellaneous	-	13,872	15,000	[1,128]
Transfers in	<u>5,553</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>12,833</u>	<u>20,298</u>	<u>\$ 20,625</u>	<u>\$ [327]</u>
Expenditures				
Instruction	13,444	17,217	\$ 16,625	\$ 592
Vehicle operating and maintenance	<u>803</u>	<u>647</u>	<u>4,000</u>	<u>[3,353]</u>
Total Expenditures	<u>14,247</u>	<u>17,864</u>	<u>\$ 20,625</u>	<u>\$ [2,761]</u>
Receipts Over [Under] Expenditures	[1,414]	2,434		
Unencumbered Cash, Beginning	<u>1,414</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 2,434</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
Food Service Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Federal aid	\$ 410,332	\$ 775,748	\$ 793,136	\$ [17,388]
State aid	8,970	8,028	7,960	68
Charges for services	373,160	57,229	399,770	[342,541]
Miscellaneous	<u>9,629</u>	<u>14,063</u>	<u>25,000</u>	<u>[10,937]</u>
Total Receipts	<u>802,091</u>	<u>855,068</u>	<u>\$ 1,225,866</u>	<u>\$ [370,798]</u>
Expenditures				
Operation and maintenance	86,741	115,036	\$ 358,651	\$ [243,615]
Food service operation	<u>780,939</u>	<u>691,326</u>	<u>1,016,000</u>	<u>[324,674]</u>
Total Expenditures	<u>867,680</u>	<u>806,362</u>	<u>\$ 1,374,651</u>	<u>\$ [568,289]</u>
Receipts Over [Under] Expenditures	[65,589]	48,706		
Unencumbered Cash, Beginning	<u>214,374</u>	<u>148,785</u>		
Unencumbered Cash, Ending	<u>\$ 148,785</u>	<u>\$ 197,491</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
Professional Development Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Miscellaneous	\$ 4,858	\$ 3,670	\$ 4,500	\$ [830]
Transfers in	<u>62,582</u>	<u>34,289</u>	<u>20,000</u>	<u>14,289</u>
Total Receipts	<u>67,440</u>	<u>37,959</u>	<u>\$ 24,500</u>	<u>\$ 13,459</u>
Expenditures				
Instructional support services	<u>67,440</u>	<u>37,959</u>	<u>\$ 24,500</u>	<u>\$ 13,459</u>
Total Expenditures	<u>67,440</u>	<u>37,959</u>	<u>\$ 24,500</u>	<u>\$ 13,459</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. 491  
Parent Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 14,000	\$ 15,000	\$ 14,100	\$ 900
Total Receipts	<u>14,000</u>	<u>15,000</u>	<u>\$ 14,100</u>	<u>\$ 900</u>
Expenditures				
Student support services	<u>14,000</u>	<u>15,000</u>	<u>\$ 14,100</u>	<u>\$ 900</u>
Total Expenditures	<u>14,000</u>	<u>15,000</u>	<u>\$ 14,100</u>	<u>\$ 900</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. 491  
Special Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Miscellaneous	\$ -	\$ -	\$ 100,000	\$ [100,000]
Reimbursements	84,782	240,977	-	240,977
Transfers in	<u>3,049,582</u>	<u>3,029,662</u>	<u>3,142,477</u>	<u>[112,815]</u>
Total Receipts	<u>3,134,364</u>	<u>3,270,639</u>	<u>\$ 3,242,477</u>	<u>\$ 28,162</u>
Expenditures				
Instruction	3,032,870	3,193,577	\$ 3,168,738	\$ 24,839
Transportation	101,494	77,062	73,739	3,323
Adjustments for qualifying budget credits	<u>-</u>	<u>-</u>	<u>240,977</u>	<u>[240,977]</u>
Total Expenditures	<u>3,134,364</u>	<u>3,270,639</u>	<u>\$ 3,483,454</u>	<u>\$ [212,815]</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. 491  
Vocational Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Federal aid	\$ 6,293	\$ 6,221	\$ -	\$ 6,221
Tuition	207,909	210,219	287,948	[77,729]
Miscellaneous	26,972	2,610	-	2,610
Transfers in	398,134	349,265	425,000	[75,735]
Total Receipts	<u>639,308</u>	<u>568,315</u>	<u>\$ 712,948</u>	<u>\$ [144,633]</u>
Expenditures				
Instruction	531,891	446,327	\$ 571,775	\$ [125,448]
Student support staff	-	6,740	2,948	3,792
School administration	63,886	65,277	70,000	[4,723]
Operations and maintenance	43,531	49,971	68,225	[18,254]
Total Expenditures	<u>639,308</u>	<u>568,315</u>	<u>\$ 712,948</u>	<u>\$ [144,633]</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. 491  
Gifts and Grants Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Miscellaneous	\$ 199,869	\$ 150,288	\$ 341,000	\$ [190,712]
Total Receipts	<u>199,869</u>	<u>150,288</u>	<u>\$ 341,000</u>	<u>\$ [190,712]</u>
Expenditures				
Instruction	88,258	78,956	\$ 112,316	\$ [33,360]
Student support services	7,002	2,319	113,684	[111,365]
Instructional support staff	78,765	12,576	-	12,576
General administration	4,645	2,532	-	2,532
Operations and maintenance	1,160	832	65,000	[64,168]
Food service operations	24,836	20,200	50,000	[29,800]
Facility acquisition and construction	-	14,890	-	14,890
Total Expenditures	<u>204,666</u>	<u>132,305</u>	<u>\$ 341,000</u>	<u>\$ [208,695]</u>
Receipts Over [Under] Expenditures	[4,797]	17,983		
Unencumbered Cash, Beginning	<u>2,756</u>	<u>[2,041]</u>		
Unencumbered Cash, Ending	<u>\$ [2,041]</u>	<u>\$ 15,942</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
KPERS Special Retirement Contribution Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
KPERS state aid	\$ 1,470,158	\$ 1,391,323	\$ 1,605,119	\$ [213,796]
Total Receipts	<u>1,470,158</u>	<u>1,391,323</u>	<u>\$ 1,605,119</u>	<u>\$ [213,796]</u>
Expenditures				
Instruction	1,008,028	953,485	\$ 1,100,000	\$ [146,515]
Student support services	111,800	105,750	122,000	[16,250]
Instructional support services	36,656	34,672	40,000	[5,328]
General administration	36,656	34,672	40,000	[5,328]
School administration	111,800	105,750	122,000	[16,250]
Central services	32,342	31,308	36,119	[4,811]
Operations and maintenance	45,819	43,340	50,000	[6,660]
Food service	45,819	43,340	50,000	[6,660]
Transportation	41,238	39,006	45,000	[5,994]
Total Expenditures	<u>1,470,158</u>	<u>1,391,323</u>	<u>\$ 1,605,119</u>	<u>\$ [213,796]</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. 491  
Federal Grant Funds  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021

	<u>Title I</u>	<u>Title I</u> <u>Migrant</u>	<u>Coronavirus</u> <u>Relief</u>	<u>ESSR</u>	<u>Other</u> <u>Grants</u>	<u>Actual</u>	<u>Budget</u>	Variance Over <u>[Under]</u>
Receipts								
Federal aid	\$ 171,429	\$ 781,000	\$ 198,368	\$ 402,114	\$ 49,536	\$ 1,602,447	\$ 1,399,585	\$ 202,862
Total Receipts	<u>171,429</u>	<u>781,000</u>	<u>198,368</u>	<u>402,114</u>	<u>49,536</u>	<u>1,602,447</u>	<u>\$ 1,399,585</u>	<u>\$ 202,862</u>
Expenditures								
Instruction	171,429	-	-	-	41,639	213,068	\$ 593,450	\$ [380,382]
Student support services	-	792,429	-	144,449	-	936,878	773,500	163,378
General administration	-	30,310	198,368	-	7,897	236,575	32,635	203,940
Total Expenditures	<u>171,429</u>	<u>822,739</u>	<u>198,368</u>	<u>144,449</u>	<u>49,536</u>	<u>1,386,521</u>	<u>\$ 1,399,585</u>	<u>\$ [13,064]</u>
Receipts Over [Under] Expenditures	-	[41,739]	-	257,665	-	215,926		
Unencumbered Cash, Beginning	-	41,739	-	-	-	41,739		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 257,665</u>	<u>\$ -</u>	<u>\$ 257,665</u>		

UNIFIED SCHOOL DISTRICT NO. 491  
Contingency Reserve Fund \*  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Year Ended June 30, 2021 and 2020

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Transfers out	-	-
Total Expenditures	-	-
Receipts Over [Under] Expenditures	-	-
Unencumbered Cash, Beginning	110,207	110,207
Unencumbered Cash, Ending	<u>\$ 110,207</u>	<u>\$ 110,207</u>

\* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 491  
Textbook and Student Material Revolving Fund \*  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Year Ended June 30, 2021 and 2020

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Miscellaneous	\$ 210,710	\$ 215,536
Total Receipts	<u>210,710</u>	<u>215,536</u>
Expenditures		
Instruction	62,844	169,713
Instructional support staff	<u>95,109</u>	<u>35,086</u>
Total Expenditures	<u>157,953</u>	<u>204,799</u>
Receipts Over [Under] Expenditures	52,757	10,737
Unencumbered Cash, Beginning	<u>19,082</u>	<u>71,839</u>
Unencumbered Cash, Ending	<u>\$ 71,839</u>	<u>\$ 82,576</u>

\* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 491  
Bond and Interest #1 Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 2,050,934	\$ 2,154,001	\$ 2,060,102	\$ 93,899
Delinquent taxes	20,959	21,541	31,484	[9,943]
Motor vehicle taxes	240,195	259,128	239,726	19,402
Recreational vehicle taxes	5,535	6,417	4,958	1,459
Big truck taxes	2,296	3,037	6,011	[2,974]
Bond proceeds	15,841,369	4,150,000	-	4,150,000
State aid	4,468,080	2,666,021	2,660,524	5,497
Federal tax credit	95,148	-	-	-
Miscellaneous	2,872	3,860	-	3,860
Total Receipts	<u>22,727,388</u>	<u>9,264,005</u>	<u>\$ 5,002,805</u>	<u>\$ 4,261,200</u>
Expenditures				
Principal	20,132,870	6,620,000	\$ 2,555,000	\$ 4,065,000
Interest and other bond charges	1,639,943	1,434,596	1,476,098	[41,502]
Cost of issuance	268,499	76,352	-	76,352
Lease payments	249,481	-	-	-
Adjustment for qualifying budget credits	-	-	4,150,000	[4,150,000]
Total Expenditures	<u>22,290,793</u>	<u>8,130,948</u>	<u>\$ 8,181,098</u>	<u>\$ [50,150]</u>
Receipts Over [Under] Expenditures	436,595	1,133,057		
Unencumbered Cash, Beginning	<u>4,766,726</u>	<u>5,203,321</u>		
Unencumbered Cash, Ending	<u>\$ 5,203,321</u>	<u>\$ 6,336,378</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
Agency Funds  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2021

<u>FUND</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
Eudora Elementary School:				
Art	\$ 1,780	\$ -	\$ -	\$ 1,780
Cardinal Club	1,459	-	-	1,459
Care Fund	545	-	-	545
Caring Community	955	2,000	1,978	977
Deffenbaugh	24	-	24	-
Drama Club	2,499	-	-	2,499
Library	107	110	-	217
Music	647	-	-	647
Newspaper	18	-	-	18
PBIS	111	-	-	111
Pepsi	1,126	24	-	1,150
Polar Express	238	-	196	42
Preschool	51	308	-	359
Principal's Council	6,364	19,699	12,790	13,273
Science Fair	250	-	-	250
Total Eudora Elementary Activity Funds	<u>16,174</u>	<u>22,141</u>	<u>14,988</u>	<u>23,327</u>
Eudora Middle School				
Art	-	300	-	300
Box Tops for Education	453	7	1	459
Cardinal Ambassadors	170	315	152	333
Cardinals Care Fund	-	1,500	150	1,350
Cardinal Club	814	2,017	2,601	230
Cardinal Fit	150	-	-	150
Cardinal LinkUP	2,361	-	81	2,280
Conditioning	2,270	4,025	2,305	3,990
Cross Country	1,256	-	91	1,165
Dance Club	58	-	-	58
Drama Club	492	46	-	538
Enrichment Program	575	600	1,128	47
FBLA	837	378	111	1,104
FCA	549	-	1	548
Football	606	429	237	798
Garden Club	605	-	-	605
Girls Basketball	260	224	163	321
KAY Club	151	-	-	151
MTSS	3,073	2,962	3,859	2,176
Pep Club	128	-	-	128
Pepsi	155	104	196	63
Reading Club	3,869	1,218	1,720	3,367
Science Club	720	-	-	720
Student council	7,982	1,794	3,342	6,434
Science Olympiad	-	500	-	500
Track	390	-	14	376
Vocal Music	3,277	67	2,010	1,334
Yearbook	<u>4,182</u>	<u>2,959</u>	<u>542</u>	<u>6,599</u>
Total Eudora Middle School Activity Funds	<u>35,383</u>	<u>19,445</u>	<u>18,704</u>	<u>36,124</u>
Eudora High School				
Activity 101	1,113	4,767	3,165	2,715
Art	2,024	-	-	2,024
Band Club	3,565	4,824	6,185	2,204
Banners Donations	5,656	7,114	11,543	1,227
Baseball Club	1,629	2,775	701	3,703
Boys Basketball Club	5,992	8,016	12,324	1,684
Caleb Ostronic Fund	20	-	-	20
Care Fund	-	1,700	1,700	-
Cheer and Dance Festival	2,885	-	-	2,885
Cheerleader	4,318	8,127	9,800	2,645
Chess Club	110	-	-	110
Choir	12,087	2,745	2,935	11,897
Class 2021	42,285	5,490	12,531	35,244
Class 2022	4,388	4,295	2,180	6,503
Class 2023	1,440	2,715	-	4,155
Class 2024	-	2,443	-	2,443
Concessions	10,393	9,966	9,699	10,660
Courtesy Club	<u>376</u>	<u>208</u>	<u>525</u>	<u>59</u>
Subtotal Eudora High School Activity Funds	<u>98,281</u>	<u>65,185</u>	<u>73,288</u>	<u>90,178</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
Agency Funds  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2021

<u>FUND</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
Eudora High School				
Cross Country	\$ 4,237	\$ 3,228	\$ 3,000	\$ 4,465
Cycling Club	220	460	200	480
Dance Team	2,363	1,279	1,216	2,426
Drama Club	1,524	-	-	1,524
Economics Class	657	-	355	302
Environmental Club	318	-	-	318
FBLA	5,422	2,484	3,069	4,837
FCA	643	65	-	708
FFA	7,266	12,346	8,054	11,558
Football	1,259	12,441	13,284	416
Forensics Debate	-	450	115	335
Garden	103	-	-	103
Girls Basketball	960	4,537	3,292	2,205
Golf	2,102	6,876	6,563	2,415
Grant - Raytheon Math Hero	49	-	-	49
International Club	389	-	28	361
KSHSAA Music Festival	1,081	-	-	1,081
Library Fund	951	1,650	1,650	951
Life Skills Class	835	439	135	1,139
Mental Health Committee	200	-	-	200
Newspaper	556	-	-	556
NHS	155	359	464	50
Physics Club	462	-	224	238
Play & Musical	5,671	25	2,287	3,409
Project Splichal	2,007	-	-	2,007
SADD	4,430	-	-	4,430
Scholars Bowl	1,528	-	484	1,044
Scholarships	18,470	12,030	13,000	17,500
Science Dept	500	-	-	500
Science Olympiad	4,452	1,697	2,397	3,752
Senior Advisory Comm.	3,116	452	1,220	2,348
SkillsUSA:Auto Collision	4,266	21,297	21,072	4,491
SkillsUSA: Culinary arts	10,534	9,580	11,060	9,054
SkillsUSA: Drafting	2,018	-	325	1,693
SkillsUSA: Health careers	6,422	8,150	2,669	11,903
SkillsUSA:Industrial Tech	1,148	3,056	1,650	2,554
SkillsUSA: Visual arts	4,895	-	1,632	3,263
SkillsUSA: Yearbook	39,989	17,340	15,149	42,180
SOAR	455	11,496	7,888	4,063
Soccer - Boys	385	2,964	2,388	961
Soccer - Girls	851	6,272	6,101	1,022
Softball	3,510	8,567	7,273	4,804
Student council	2,649	894	2,730	813
Summer conditioning	19	4,045	40	4,024
Testing fees	318	544	544	318
Textbook	592	-	-	592
Track	902	6,850	1,519	6,233
Travel Club (formerly Close-Up club)	392	-	-	392
Video club	1,857	5,965	5,718	2,104
Volleyball	334	-	254	80
Volleyball - Dig Pink	4,222	250	-	4,472
Wrestling	3,503	6,030	7,489	2,044
Total Eudora High School Activity Funds	<u>259,468</u>	<u>239,303</u>	<u>229,826</u>	<u>268,945</u>

UNIFIED SCHOOL DISTRICT NO. 491  
Agency Funds  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2021

<u>FUND</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
Total All School Activity Funds	\$ 311,025	\$ 280,889	\$ 263,518	\$ 328,396
Payroll Clearing	<u>1,916</u>	<u>46,182</u>	<u>46,139</u>	<u>1,959</u>
Total Agency Funds	<u>\$ 312,941</u>	<u>\$ 327,071</u>	<u>\$ 309,657</u>	<u>\$ 330,355</u>

UNIFIED SCHOOL DISTRICT NO. 491  
District Activity Funds  
Schedule of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2021

<u>FUND</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<u>District activity funds:</u>							
Eudora High School							
Revolving Gate Entry	\$ -	\$ -	\$ 28,573	\$ 28,573	\$ -	\$ -	\$ -
Driver's Education	-	-	32,307	14,490	17,817	-	17,817
Users Fees	-	-	23,567	23,567	-	-	-
Sales Tax	-	-	4,787	4,787	-	-	-
Total Eudora High School	-	-	89,234	71,417	17,817	-	17,817
Eudora Middle School							
Revolving Gate Entry	-	-	9,204	9,204	-	-	-
Users Fees	-	-	10,170	10,170	-	-	-
Sales Tax	-	-	1,631	1,631	-	-	-
Total Eudora Middle School	-	-	21,005	21,005	-	-	-
Eudora Elementary School							
User Fees	-	-	13,280	13,280	-	-	-
Sales Tax	-	-	70	70	-	-	-
Total Eudora Elementary School	-	-	13,350	13,350	-	-	-
Total All Schools	\$ -	\$ -	\$ 123,589	\$ 105,772	\$ 17,817	\$ -	\$ 17,817

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 491  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
<u>U.S. Department of Education</u>					
Passed Through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	\$ -	\$ 171,429	\$ 171,429	\$ -
Title I Migrant	84.011	41,739	781,000	822,739	-
Improving Teacher Quality State Grants	84.367	-	31,567	31,567	-
Student Support and Academic Enrichment Program	84.424A	-	17,969	17,969	-
Education Stabilization Fund	84.425D	-	436,405	178,740	257,665
Total U.S. Department of Education			1,438,370	1,222,444	
<u>U.S. Department of Health and Human Services</u>					
Passed Through State Department of Education:					
Temporary Assistance for Needy Families Cluster:					
Temporary Assistance for Needy Families	93.558	-	15,000	15,000	-
Total Temporary Assistance for Needy Families Cluster			15,000	15,000	
Total U.S. Department of Health and Human Services			15,000	15,000	
<u>U.S. Department of the Treasury</u>					
Passed Through Douglas County, Kansas					
Coronavirus Relief Fund	21.019	-	198,368	198,368	-
Total U.S. Department of the Treasury			198,368	198,368	
<u>U.S. Department of Agriculture</u>					
Passed Through State Department of Education:					
Child and Adult Care Food Program	10.558	-	3,324	3,324	-
Child Nutrition Cluster:					
National School Lunch Program	10.555	-	79,041	79,041	-
Summer Food Service Program for Children	10.559	-	693,383	693,383	-
Total Child Nutrition Cluster			772,424	772,424	
Total U.S. Department of Agriculture			775,748	775,748	
Total Expenditures of Federal Awards			\$ 2,427,486	\$ 2,211,560	

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 491  
Notes to the Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2021

1. Organization

Unified School District No. 491, Eudora, Kansas, is the recipient of several federal awards. All federal awards received directly from federal agencies, as well as those awards that are passed through over government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Unified School District No. 491, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. The District elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2021.

5. Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2021.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 491  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	<u>Unmodified (Regulatory Basis)</u> <u>Adverse (GAAP)</u>
Internal control over financial reporting:	
Material weakness(es) identified?	_____ Yes <u>  X  </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u>  X  </u> None reported
Noncompliance material to financial statements noted?	_____ Yes <u>  X  </u> No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	_____ Yes <u>  X  </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u>  X  </u> None reported
Type of auditor's report issued on compliance for major programs:	_____ <u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance	_____ Yes <u>  X  </u> No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.555, 10.559 21.019	Child Nutrition Cluster Coronavirus Relief Fund

Dollar threshold used to distinguish between type A and type B programs:	_____ <u>\$750,000</u>
Auditee qualified as low-risk auditee?	_____ Yes <u>  X  </u> No

UNIFIED SCHOOL DISTRICT NO. 491  
Schedule of Findings and Questioned Costs - Continued  
For the Year Ended June 30, 2021

Section II - Financial Statement Findings

Current Year Findings

None noted

Prior Year Findings

None noted

Section III - Federal Award Findings and Questioned Costs

Current Year Findings

None noted

Prior Year Findings

None noted

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

Board of Education  
Unified School District No. 491  
Eudora, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the financial statements of the Unified School District No. 491 (the District), Eudora, Kansas as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated November 29, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Gordon CPA LLC

Certified Public Accountant  
Lawrence, Kansas

November 29, 2021

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

Board of Education  
Unified School District No. 491  
Eudora, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of Unified School District No. 491 (the District), Eudora, Kansas, with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal financial programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

#### Report on Internal Control Over Compliance

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

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

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

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

*Gordon CPA LLC*

Certified Public Accountant  
Lawrence, Kansas

November 29, 2021