

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

FINANCIAL STATEMENTS  
For the fiscal year ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

FINANCIAL STATEMENTS  
For the fiscal year ended June 30, 2020

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UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

FINANCIAL SECTION

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 480, as of and for the fiscal 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.

### *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.

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

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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 Unified School District No. 480 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 480 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. 480 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, schedule of regulatory basis receipts and expenditures-agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered

To the Board of Education  
Unified School District No. 480  
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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*. The schedule of expenditures of federal awards (Schedule 5 as listed in the table of contents) is presented for analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statement. 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. 480 as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated October 16, 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 <https://admin.ks.gov/offices/oar/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.



To the Board of Education  
Unified School District No. 480  
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*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2020, on our consideration of Unified School District No. 480's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Unified School District No. 480's internal control over financial reporting and compliance.

*Hay•Rice & Associates, Chartered*

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December 1, 2020

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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

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Unified School District No. 480, as of and for the fiscal year ended June 30, 2020, and the related notes to the financial statement, which comprise Unified School District No. 480's basic financial statement, and have issued our report thereon dated December 1, 2020, which was qualified because Unified School District No. 480 prepares its financial statements to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statement, we considered the School 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 statement, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement 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.

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Unified School District No. 480's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial 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.

*Hay•Rice & Associates, Chartered*

Hay•Rice & Associates, Chartered

December 1, 2020

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

REGULATORY BASIS

For the fiscal year ended June 30, 2020

<u>Funds</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash Balance</u>	<u>Add</u> <u>Encumbrances</u> <u>&amp; Accounts</u> <u>Payable</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
General Funds:						
General	\$ -	\$36,064,844	\$36,064,844	\$ -	\$ 66,324	\$ 66,324
Supplemental General	107,406	10,394,118	10,424,815	76,709	518,801	595,510
Special Purpose Funds:						
Driver Training	88,873	119,401	91,072	117,202	-	117,202
Capital Outlay	5,357,018	2,193,500	1,253,410	6,297,108	745,425	7,042,533
Professional Development	90,321	-	24	90,297	-	90,297
Special Education	2,311,037	4,671,725	4,415,104	2,567,658	790	2,568,448
KPERs Special Retirement Contribution	-	5,249,948	5,249,948	-	-	-
Bilingual Education	-	2,631,209	2,631,209	-	-	-
Vocational Education	-	388,975	388,975	-	-	-
At Risk 4 Year Old	31,330	353,254	384,584	-	-	-
At Risk	-	9,361,395	9,361,395	-	-	-
Gifts and Grants	358,503	228,895	145,530	441,868	7,553	449,421
Jump Start Summer School	14,320	75,000	49,735	39,585	-	39,585
Other Operations	553,980	420,759	233,443	741,296	2,914	744,210
Textbook Rental	179,344	101,101	80,004	200,441	13,149	213,590
Summer School	-	4,433	4,433	-	-	-
Contingency Reserve	1,800,000	-	-	1,800,000	-	1,800,000
Secondary Program Improvement	-	63,739	63,739	-	9,825	9,825
Title I Low Income	5,326	923,485	928,811	-	-	-
Title I Migrant	(14,358)	288,608	274,250	-	1,219	1,219
Early Childhood Preschool	(28,897)	217,404	216,496	(27,989)	-	(27,989)
Title III English Language	-	214,840	214,840	-	62,754	62,754
21st Century Grant	48,356	36,519	25,898	58,977	-	58,977
Chapter I Carryover	-	105,326	105,326	-	-	-
Title VI B Pass Thru	-	867,326	867,326	-	-	-
Title VI B Discretionary Special Education	-	33,084	33,084	-	-	-
Early Childhood Pass Thru	-	13,013	13,013	-	-	-
Title IV Student Support & Academic Enrichment	-	47,034	47,034	-	-	-
Title II A Teacher Quality	-	173,942	173,942	-	45,871	45,871
Summer School-Migrant	-	9,218	9,218	-	-	-
ESSERF-Cares Act	-	64,394	113,022	(48,628)	24,465	(24,163)
Capital Project-Construction Project	-	35,559	35,559	-	-	-
Capital Project-HVAC & Lighting	2,034,393	7,706	2,031,469	10,630	-	10,630
District Activities	149,833	431,945	370,975	210,803	-	210,803
Debt Service Fund – Bond and Interest	7,734,092	10,932,743	10,636,600	8,030,235	-	8,030,235
Proprietary Type Fund – Business Fund:						
Food Service	508,057	3,417,624	3,367,708	557,973	-	557,973
Total Reporting Entity (Excluding Agency Funds)	<u>\$21,328,934</u>	<u>\$90,142,066</u>	<u>\$90,306,835</u>	<u>\$21,164,165</u>	<u>\$1,499,090</u>	<u>\$22,663,255</u>

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

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Statement 1  
(Continued)

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH – REGULATORY BASIS

For the fiscal year ended June 30, 2020

Composition of Cash:

Checking Account – Equity Bank	\$22,434,922
Cafeteria Fund Checking Account – Equity Bank	5,000
Activity Checking Accounts – Equity Bank	377,535
Petty Cash – Equity Bank	1,000
Petty Cash on hand	900
Employee Deduction Checking Account – Equity Bank	299,519

Composition of Investments:

U.S. Gov't Agency Obligations	10,630
Money Market Funds	<u>-</u>

Total Cash and Investments	\$23,129,506
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Agency Funds per Schedule 3	<u>(466,251)</u>
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Total Reporting Entity (Excluding Agency Funds)	<u>\$22,663,255</u>
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The notes to the financial statement are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2020

Note 1: Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 480 is a municipal corporation governed by an elected seven-member board and the board is the basic level of government which has oversight responsibility and control over all activities related to the public school education in the City of Liberal. This regulatory financial statement presents only Unified School District No. 480 (the municipality).

Fund Descriptions

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

Regulatory Basis Fund Types

The following regulatory basis fund types comprise the financial activities of the School District for the fiscal year ended June 30, 2020:

Governmental Funds:

General Fund – The Chief Operating Fund – used to account for all resources except those required to be accounted for in another fund.

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

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.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types (Continued)

Proprietary Fund:

Business Fund – funds financed in whole or in part by fees charged to users of the goods or services.

Fiduciary Fund:

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

Reimbursed Expenses

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Basis of Accounting

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

The 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

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Basis of Accounting (Continued)

reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. General capital assets that account for the land, buildings and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statements.

Other Accounting Policies

Cash and Time Deposits

These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate.

Time deposits are carried at cost plus accrued interest. The carrying amount of deposits is separately displayed as "cash and time deposits".



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Other Accounting Policies (Continued)

General Fixed Assets

General fixed assets purchased are recorded as expenditures at the time of purchase, except for assets acquired with federally assisted funds. Assets of the School District are not recorded in a permanent set of records.

Vouchers Payable

Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds.

In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balances

The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Bonds Payable

Bonds which are outstanding at the end of the fiscal year.

Reimbursements

Unified School District No. 480 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 accounting.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

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 fiscal year ending June 30 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. There were no such budget amendments for this fiscal year.

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

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

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

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

Jump Start Summer School	21st Century Grant
Other Operations	Chapter I Carryover
Textbook Rental	Rural and Low Income School
Contingency Reserve	Title VI B Pass Thru
Secondary Program Improvement	Early Childhood Pass Thru
Title I Low Income	Title II A Teacher Quality
Title I Migrant	Summer School–Migrant
Early Childhood Preschool	Title III Immigrant
IV Student Support & Academic Enrichment	Capital Project–Construction Project
Title III English Language	Capital Project–HVAC & Lighting
Title VI B Discretionary Special Education	Cost of Issuance
	District Activities
	ESSERF – Cares Act

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

Tax Cycle

The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the Clerk certifies the tax roll to the County Treasurer, who prepares tax statements and receives payments.

These taxes become a lien against all property on November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 18% per annum. This interest is retained by the County.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Tax Cycle (Continued)

Taxes levied to finance the budget are made available to the School District after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

Note 2: Stewardship, Compliance and Accountability

Compliance with Kansas Statutes

No noncompliance with Kansas Statutes noted.

Fund Balances – Designated for Subsequent Year’s Budget

Actual cash carryover was not sufficient for the following funds:

	<u>2019/2020</u>	<u>2020/2021</u>
	<u>Unencumbered</u>	<u>Budgeted</u>
	<u>Cash Balance</u>	<u>Unencumbered</u>
		<u>Cash Carryover</u>
Special Education	\$2,567,658	\$2,568,736
Professional Development	90,297	90,321

Compliance with Finance-Related Legal and Contractual Provisions

References made herein to the statutes are not intended as interpretations of the law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and the legal representation of the School District. Finance-related legal and contractual provisions include Kansas statutes, regulations, contracts, debt covenants or other agreements. The General Fund shows adjustments for qualifying budget credits of \$272,391 on the budgetary comparison schedule. This is made up of reimbursed expenditures of \$272,391.

Authorized Over-Encumbered Cash Balance – Federal Funds

K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 3: Deposits and Investments

As of June 30, 2020, Unified School District No. 480 had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>	
		<u>Less than 1</u>	<u>1-4</u>
U.S. Gov't & Agency Obligations	\$ 10,630	\$ 10,630	-
Money Market Funds	-	-	-
Total Fair Value	<u>\$ 10,630</u>	<u>\$ 10,630</u>	<u>-</u>

K.S.A. 9-1401 establishes the depositories which may be used by Unified School District No. 480. The statute requires banks eligible to hold the School District's funds have a main or branch bank in the county in which Unified School District No. 480 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. Unified School District No. 480 has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits Unified School District No. 480'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. Unified School District No. 480 has no investment policy that would further limit its investment choices.

Concentration of Credit Risk – State statutes place no limit on the amount Unified School District No. 480 may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. Unified School District No. 480's allocation of investments as of June 30, 2020 is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
U.S. Gov't & Agency Obligations	100.00%
Money Market Funds	0.00%

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 3: Deposits and Investments (Continued)

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, Unified School District No. 480's deposits may not be returned to it. State statutes require Unified School District No. 480'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%. Unified School District No. 480 has not designated a "peak period". All deposits were legally secured at June 30, 2020.

At June 30, 2020, Unified School District No. 480's carrying amount of deposits was \$23,118,876 and the bank balance was \$25,093,883. The bank balance was held by one bank resulting in a concentration of credit risk. Of that bank balance, \$250,000 was covered by federal depository insurance and \$24,843,883 was collateralized with securities held by the pledging financial institutions' agents in Unified School District No. 480's name.

Custodial Credit Risk – Investments – For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, Unified School District No. 480 will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

Note 4: In-Substance Receipt in Transit

Unified School District No. 480 received \$2,063,602 subsequent to June 30, 2020 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, 2020.

Note 5: Capital Projects

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
HVAC & Lighting Upgrades	\$3,291,114	\$3,291,114

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 6: Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Bilingual	KSA 72-6428	\$ 1,881,209
	Capital Outlay	KSA 72-6428	1,500,000
	Food Service	KSA 72-6428	300,000
	Special Education	KSA 72-6428	2,947,566
	Vocational Education	KSA 72-6428	388,975
	At Risk 4 Year Old	KSA 72-6428	320,121
	At Risk	KSA 72-6428	7,311,395
	Summer School	KSA 72-6428	4,432
	Driver Training	KSA 72-6428	<u>70,000</u>
			<u>\$14,723,698</u>
Supplemental General	Bilingual	KSA 72-643	\$ 750,000
	Special Education	KSA 72-6433	1,449,528
	At Risk	KSA 72-6433	<u>2,050,000</u>
			<u>\$ 4,249,528</u>
Title IV	Title I Low Income		\$ <u>47,034</u>
Title I Low Income	Chapter 1 Carryover		\$ <u>5,326</u>
	Total		<u>\$19,025,586</u>

Note 7: Defined Benefit Pension Plan

General Information about the Pension Plan

Plan Description

Unified School District No. 480 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.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 7: Defined Benefit Pension Plan (Continued)

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 rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.59% and 13.21%, respectively, for the fiscal year ended June 30, 2019. The actuarially determined employer contribution rate and the statutory contribution rate was 16.15% and 14.41% for the fiscal year ended June 30, 2020.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64.13 million for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars 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.



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 7: Defined Benefit Pension Plan (Continued)

Contributions (Continued)

2018 House Substitute for Senate Bill 109 provided for additional funding for KPERS School group. A payment of \$56 million was paid in fiscal year 2018. 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 School District is responsible for the employer's portion of the cost for retired District employees. The School District received and remitted amounts equal to the statutory contribution rate, which totaled \$5,249,948 for the year ended June 30, 2020.

The State of Kansas contributed 14.41% of covered payroll during fiscal year 2020, excluding the Group Death & Disability Insurance rate. During fiscal year 2021, the State of Kansas will contribute 14.23% of covered payroll. The State of Kansas contribution to KPERS due for all school municipalities for the year ending June 30, 2020, was \$593,407,016.

Net Pension Liability

At June 30, 2020, the School District's proportionate share of the collective net pension liability reported by KPERS was \$45,888,250. 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 School District's proportion of the net pension liability was based on the ratio of the School 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](http://www.kpers.org) or can be obtained as described above.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 8: Other Long-Term Obligations from Operations

Compensated Absences

Vacation and Sick Pay

Unified School District No. 480's policy is to recognize the costs of vacations and other compensated absences when actually paid.

Unified School District No. 480's policies regarding vacations permit twelve month employees with less than ten years of service to accumulate ten days of vacation. Employees with more than ten years of employment accumulate fifteen days of vacation.

Teachers do not accumulate vacation. All vacation must be used by October 31 of the following year. Teachers, cafeteria personnel and aides earn sick leave at the rate of one day per month up to ten days per year, with a maximum of ninety days accumulation. Administration, secretaries and maintenance personnel earn sick leave at the rate of one day per month up to twelve days per year, with a maximum of ninety days accumulation. The School District has estimated the dollar amount of accumulated leave at June 30, 2020 at \$1,594,209.

Retirement Benefit

Eligible employees covered under the School District and the Liberal National Education Association agreement ratified August 20, 2012 may receive a single retirement benefit payment of \$1,000.

Other Post Employment Benefits

As provided by K.S.A. 12-5040, Unified School District No. 480 allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, Unified School District No. 480 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.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 8: Other Long-Term Obligations from Operations (Continued)

Other Post Employment Benefits (Continued)

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), Unified School District No. 480 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, 2020.

Note 9: Risk Management and Self-Insurance

Property and Liability

Unified School District No. 480 is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

Self-Insurance

Unified School District No. 480 established a benefit trust for health care costs and entered into a partially self-funded employees' health care costs agreement in the fiscal year 2012. This agreement allows the School District to assume a limited amount of liability by self-insuring a portion of the employee's medical expenses. Premiums paid for an excess coverage insurance policy cover individual claims in excess of \$75,000 and the School District is also protected by an aggregate stop-loss protection provision, which limits its liability on total self-insurance claims for a contract period. All claims handling procedures are performed by a third-party claims administrator. Liabilities for unpaid claims are those claims that are unpaid at year end. The plan year was changed from an October to September plan year to a July through June plan year effective July 1, 2013.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 10: Contingent Liabilities

Unified School District No. 480 participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2020. These compliance audits have not been conducted as of December 1, 2020. Accordingly, the School District's compliance with applicable grant agreements will be established at some future date. The amount of expenditures, which may be disallowed by the grantor agencies, cannot be determined at this time, although the School District expects such amounts, if any, to be immaterial.

National Helium Corporation has appealed its property tax valuation on a helium plant located in Seward County to the Board of Tax Appeals of the state of Kansas (BOTA). Negotiations are ongoing on a settlement for the tax years of 2014, 2015, 2016, and 2017. If a settlement is not reached and if BOTA rules in favor of National Helium Corporation's proposed valuation, a substantial refund of property taxes will be due to National Helium Corporation from the School District. Due to ongoing negotiations and other substantial uncertainties, no estimate of the possible loss can be made.

Note 11: Subsequent Events

Unified School District No. 480's management has evaluated events and transactions through December 1, 2020, the date which the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020  
(Continued)

Note 12: Long-Term Debt

Changes in long-term liabilities for Unified School District No. 480 for the fiscal year ended June 30, 2020 were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds:									
Series 2014 Improvement and Refunding Bonds	3.0-5.0%	6/10/14	\$128,245,000	9/01/39	\$ 15,435,000	-	\$3,580,000	\$ 11,855,000	\$1,555,750
Series 2016 Refunding Bonds	1.0-3.3%	11/30/16	9,520,000	9/01/35	9,520,000	-	-	9,520,000	-
Series 2017 Refunding Bonds	4.00%	7/27/17	8,775,000	9/01/32	8,775,000	-	-	8,775,000	-
Series 2017B Refunding Bonds	3.0-5.0%	12/28/17	93,435,000	9/01/34	90,720,000	-	1,440,000	89,280,000	4,060,850
Capital Lease Payable:									
HVAC & Lighting	2.85%	5/16/19	3,291,114	5/16/31	<u>3,291,114</u>	<u>-</u>	<u>233,476</u>	<u>3,057,638</u>	<u>91,316</u>
Total Contractual Indebtedness					<u>\$127,741,114</u>	<u>-</u>	<u>\$5,253,476</u>	<u>\$122,487,638</u>	<u>\$5,707,916</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2020

(Continued)

Note 12: Long-Term Debt (Continued)

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

	<u>6-30-21</u>	<u>6-30-22</u>	<u>6-30-23</u>	<u>6-30-24</u>	<u>6-30-25</u>	<u>6-30-26- 6-30-30</u>	<u>6-30-31- 6-30-35</u>	<u>6-30-36- 6-30-40</u>	<u>Total</u>
Principal:									
General obligation bonds	\$ 5,245,000	\$ 5,475,000	\$ 5,750,000	\$ 6,285,000	\$ 6,595,000	\$38,185,000	\$47,220,000	\$ 4,675,000	\$119,430,000
Capital lease payable	<u>240,202</u>	<u>247,121</u>	<u>254,240</u>	<u>261,563</u>	<u>269,099</u>	<u>1,466,326</u>	<u>319,087</u>	<u>-</u>	<u>3,057,638</u>
Total principal	<u>\$ 5,485,202</u>	<u>\$ 5,722,121</u>	<u>\$ 6,004,240</u>	<u>\$ 6,546,563</u>	<u>\$ 6,864,099</u>	<u>\$39,651,326</u>	<u>\$47,539,087</u>	<u>\$ 4,675,000</u>	<u>\$122,487,638</u>
Interest:									
General obligation bonds	\$ 5,389,225	\$ 5,136,075	\$ 4,733,262	\$ 4,311,250	\$ 3,991,350	\$14,649,275	\$ 5,373,600	\$ 67,788	\$ 43,651,825
Capital lease payable	<u>84,591</u>	<u>77,671</u>	<u>70,552</u>	<u>63,229</u>	<u>55,695</u>	<u>157,636</u>	<u>5,704</u>	<u>-</u>	<u>515,078</u>
Total interest	<u>\$ 5,473,816</u>	<u>\$ 5,213,746</u>	<u>\$ 4,803,814</u>	<u>\$ 4,374,479</u>	<u>\$ 4,047,045</u>	<u>\$14,806,911</u>	<u>\$ 5,379,304</u>	<u>\$ 67,788</u>	<u>\$ 44,166,903</u>
Total Principal and Interest	<u>\$10,959,018</u>	<u>\$10,935,867</u>	<u>\$10,808,054</u>	<u>\$10,921,042</u>	<u>\$10,911,144</u>	<u>\$54,458,237</u>	<u>\$52,918,391</u>	<u>\$ 4,742,788</u>	<u>\$166,654,541</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 1

SUMMARY OF EXPENDITURES—ACTUAL AND BUDGET

REGULATORY BASIS

For the fiscal year ended June 30, 2020

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over (Under)</u>
General Funds:						
General	\$36,300,675	\$ (347,339)	\$272,391	\$36,225,727	\$36,064,844	\$ (160,883)
Supplemental General	10,424,815	-	-	10,424,815	10,424,815	-
Special Purpose Funds:						
Driver Training	129,472	-	-	129,472	91,072	(38,400)
Capital Outlay	5,000,000	-	-	5,000,000	1,253,410	(3,746,590)
Professional Development	90,321	-	-	90,321	24	(90,297)
Special Education	5,647,859	-	-	5,647,859	4,415,104	(1,232,755)
KPERS Special Retirement Contribution	5,988,887	-	-	5,988,887	5,249,948	(738,939)
Bilingual Education	2,631,209	-	-	2,631,209	2,631,209	-
Vocational Education	470,000	-	-	470,000	388,975	(81,025)
At Risk 4 Year Old	406,330	-	-	406,330	384,584	(21,746)
At Risk	9,361,395	-	-	9,361,395	9,361,395	-
Gifts and Grants	817,552	-	-	817,552	145,530	(672,022)
Summer School	38,000	-	-	38,000	4,433	(33,567)
Debt Service Fund:						
Bond and Interest	10,636,850	-	-	10,636,850	10,636,600	(250)
Proprietary Type Fund:						
Business Fund:						
Food Service	3,719,611	-	-	3,719,611	3,367,708	(351,903)



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2

SCHEDULES OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-1

GENERAL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
<u>Receipts</u>			<u>(Under)</u>	<u>Actual</u>
Taxes and Shared Receipts:				
Mineral production tax	\$ 8,313	\$ -	\$ 8,313	\$ 15,044
General state aid	33,156,398	33,850,835	(694,437)	33,189,389
Other state aid	11,676	-	11,676	-
Special Education aid	2,616,066	2,449,840	166,226	2,737,851
Reimbursed expenditures	<u>272,391</u>	<u>-</u>	<u>272,391</u>	<u>192,944</u>
Total Receipts	<u>\$36,064,844</u>	<u>\$36,300,675</u>	<u>\$ (235,831)</u>	<u>\$36,135,228</u>
<u>Expenditures</u>				
Instruction	\$10,368,811	\$11,605,690	\$ (1,236,879)	\$10,992,821
Student support services	1,476,270	1,538,251	(61,981)	1,487,806
Instructional support staff	888,959	875,501	13,458	861,286
General Administration	1,307,850	1,521,176	(213,326)	1,433,163
School Administration	2,680,551	2,757,625	(77,074)	2,636,958
Operations and maintenance	3,428,144	3,415,665	12,479	3,711,807
Student transportation services	141,077	92,316	48,761	93,011
Central services	708,254	379,113	329,141	396,827
Other support services	32,191	419,894	(387,703)	101,535
Food service operation	309,039	-	309,039	301,873
Architectural and engineering services	-	-	-	1,241
Operating transfers	14,723,698	13,695,444	1,028,254	14,116,900
Adjustment to comply with legal max	-	(347,339)	347,339	-
Adjustment for qualifying budget credits	<u>-</u>	<u>272,391</u>	<u>(272,391)</u>	<u>-</u>
Total Expenditures	<u>\$36,064,844</u>	<u>\$36,225,727</u>	<u>\$ (160,883)</u>	<u>\$36,135,228</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-2

SUPPLEMENTAL GENERAL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
<u>Receipts</u>			<u>(Under)</u>	<u>Actual</u>
Taxes and Shared Receipts:				
Ad valorem property tax	\$ 2,984,499	\$ 132,472	\$2,852,027	\$ 3,125,332
Delinquent tax	52,560	84,223	(31,663)	53,447
Motor vehicle tax	300,315	321,122	(20,807)	238,213
RV tax	1,596	1,918	(322)	1,438
Commercial vehicle tax	18,066	20,254	(2,188)	18,258
Pilot tax	384	-	384	384
Supplemental state aid	<u>7,036,698</u>	<u>7,139,956</u>	<u>(103,258)</u>	<u>7,337,950</u>
Total Receipts	<u>\$10,394,118</u>	<u>\$ 7,699,945</u>	<u>\$2,694,173</u>	<u>\$10,775,022</u>
<u>Expenditures</u>				
Instruction	\$ 453,174	\$ 442,240	\$ 10,934	\$ 618,760
Instructional support staff	116,145	65,000	51,145	88,049
General Administration	30,668	30,000	668	43,451
Central services	554,565	920,000	(365,435)	1,140,957
Operations and maintenance	3,510,728	4,083,080	(572,352)	3,944,898
Student transportation services	1,160,093	1,084,495	75,598	1,181,660
Facility acquisition and construction	349,914	-	349,914	13,550
Operating transfers	<u>4,249,528</u>	<u>3,800,000</u>	<u>449,528</u>	<u>3,718,675</u>
Total Expenditures	<u>\$10,424,815</u>	<u>\$10,424,815</u>	<u>-</u>	<u>\$10,750,000</u>
Receipts Over (Under) Expenditures	\$ (30,697)			\$ 25,022
Unencumbered Cash, Beginning	<u>107,406</u>			<u>82,384</u>
Unencumbered Cash, Ending	<u>\$ 76,709</u>			<u>\$ 107,406</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-3

FOOD SERVICE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
State aid	\$ 26,578	\$ 23,367	\$ 3,211	\$ 28,770
Federal aid	2,693,706	2,364,099	329,607	2,496,171
Fees and charges	359,090	443,839	(84,749)	401,043
Earnings on investments	237	250	(13)	263
Miscellaneous	38,013	30,000	8,013	26,722
Operating Transfers:				
General Fund	<u>300,000</u>	<u>350,000</u>	<u>(50,000)</u>	<u>350,000</u>
Total Receipts	<u>\$3,417,624</u>	<u>\$3,211,555</u>	<u>\$ 206,069</u>	<u>\$3,302,969</u>
<u>Expenditures</u>				
Operations and maintenance	\$ 36,215	\$ 30,000	\$ 6,215	\$ 29,451
Food service operation	<u>3,331,493</u>	<u>3,689,611</u>	<u>(358,118)</u>	<u>3,290,665</u>
Total Expenditures	<u>\$3,367,708</u>	<u>\$3,719,611</u>	<u>\$ (351,903)</u>	<u>\$3,320,116</u>
Receipts Over (Under) Expenditures	\$ 49,916			\$ (17,147)
Unencumbered Cash, Beginning	<u>508,057</u>			<u>525,204</u>
Unencumbered Cash, Ending	<u>\$ 557,973</u>			<u>\$ 508,057</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-4

DRIVER TRAINING FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
State aid	\$ 22,230	\$ 26,000	\$ (3,770)	\$ 26,019
Miscellaneous	27,171	35,000	(7,829)	33,421
Operating Transfers:				
General Fund	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>75,000</u>
Total Receipts	<u>\$119,401</u>	<u>\$131,000</u>	<u>\$ (11,599)</u>	<u>\$134,440</u>
<u>Expenditures</u>				
Instruction	\$ 89,303	\$114,472	\$ (25,169)	\$109,890
Operations and maintenance	<u>1,769</u>	<u>15,000</u>	<u>(13,231)</u>	<u>5,119</u>
Total Expenditures	<u>\$ 91,072</u>	<u>\$129,472</u>	<u>\$ (38,400)</u>	<u>\$115,009</u>
Receipts Over (Under) Expenditures	\$ 28,329			\$ 19,431
Unencumbered Cash, Beginning	<u>88,873</u>			<u>69,442</u>
Unencumbered Cash, Ending	<u>\$117,202</u>			<u>\$ 88,873</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-5

CAPITAL OUTLAY FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Taxes and Shared Receipts:				
Delinquent tax	\$ 91	\$ -	\$ 91	\$ 86
Earnings on investments	230,356	-	230,356	277,415
Miscellaneous	463,053	-	463,053	583,081
Operating Transfers:				
General Fund	<u>1,500,000</u>	<u>750,000</u>	<u>750,000</u>	<u>1,000,000</u>
Total Receipts	<u>\$2,193,500</u>	<u>\$ 750,000</u>	<u>\$ 1,443,500</u>	<u>\$ 1,860,582</u>
<u>Expenditures</u>				
Instruction	\$ -	\$ 500,000	\$ (500,000)	\$ 358,561
Support services	4,150	-	4,150	83,110
Central services	117,239	500,000	(382,761)	330,186
Facility acquisition and construction	<u>1,132,021</u>	<u>4,000,000</u>	<u>(2,867,979)</u>	<u>2,254,742</u>
Total Expenditures	<u>\$1,253,410</u>	<u>\$5,000,000</u>	<u>\$ (3,746,590)</u>	<u>\$ 3,026,599</u>
Receipts Over (Under) Expenditures	\$ 940,090			\$ (1,166,017)
Unencumbered Cash, Beginning	<u>5,357,018</u>			<u>6,523,035</u>
Unencumbered Cash, Ending	<u>\$6,297,108</u>			<u>\$ 5,357,018</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-6

SUMMER SCHOOL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance Over (Under)</u>	<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Receipts</u>				
Operating transfers	\$ 4,433	\$ <u>38,000</u>	\$ <u>(33,567)</u>	\$ 19,122
<u>Expenditures</u>				
Instruction	<u>4,433</u>	\$ <u>38,000</u>	\$ <u>(33,567)</u>	<u>19,122</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-7

PROFESSIONAL DEVELOPMENT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>	
<u>Receipts</u>	\$ -	<u>-</u>	<u>-</u>	-
<u>Expenditures</u>				
Instructional support staff	<u>24</u>	\$ <u>90,321</u>	\$ <u>(90,297)</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ (24)			\$ -
Unencumbered Cash, Beginning	<u>90,321</u>			<u>90,321</u>
Unencumbered Cash, Ending	\$ <u>90,297</u>			\$ <u>90,321</u>



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-8

SPECIAL EDUCATION FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Federal sources	\$ 264,708	\$1,037,550	\$ (772,842)	\$ 123,448
Miscellaneous	9,923	25,000	(15,077)	20,470
Operating Transfers:				
General Fund	2,947,566	2,449,840	497,726	3,085,802
Supplemental General Fund	<u>1,449,528</u>	<u>1,000,000</u>	<u>449,528</u>	<u>1,000,000</u>
Total Receipts	<u>\$4,671,725</u>	<u>\$4,512,390</u>	<u>\$ 159,335</u>	<u>\$4,229,720</u>
<u>Expenditures</u>				
Instruction	\$4,067,153	\$5,277,420	\$ (1,210,267)	\$3,916,649
General Administration	231,737	235,764	(4,027)	135,930
Operations and maintenance	18,727	27,500	(8,773)	23,859
Student transportation services	<u>97,487</u>	<u>107,175</u>	<u>(9,688)</u>	<u>99,023</u>
Total Expenditures	<u>\$4,415,104</u>	<u>\$5,647,859</u>	<u>\$ (1,232,755)</u>	<u>\$4,175,461</u>
Receipts Over (Under) Expenditures	\$ 256,621			\$ 54,259
Unencumbered Cash, Beginning	<u>2,311,037</u>			<u>2,256,778</u>
Unencumbered Cash, Ending	<u>\$2,567,658</u>			<u>\$2,311,037</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-9

BOND AND INTEREST FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Taxes and Shared Receipts:				
Ad valorem property tax	\$ 2,123,783	\$ 2,064,675	\$ 59,108	\$ 2,403,036
Delinquent tax	40,114	64,792	(24,678)	38,085
Motor vehicle tax	229,583	244,420	(14,837)	183,795
RV tax	1,218	1,459	(241)	1,895
Commercial vehicle tax	13,879	15,417	(1,538)	13,924
Other local sources	1,987,321	1,872,000	115,321	2,100,577
State aid	6,536,845	7,339,254	(802,409)	7,204,635
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,548</u>
Total Receipts	\$10,932,743	<u>\$11,602,017</u>	<u>\$ (669,274)</u>	\$11,956,495
<u>Expenditures</u>				
Debt service	<u>10,636,600</u>	<u>\$10,636,850</u>	<u>\$ (250)</u>	<u>12,007,725</u>
Receipts Over (Under) Expenditures	\$ 296,143			\$ (51,230)
Unencumbered Cash, Beginning	<u>7,734,092</u>			<u>7,785,322</u>
Unencumbered Cash, Ending	<u>\$ 8,030,235</u>			<u>\$ 7,734,092</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-10

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
State aid	\$5,249,948	\$5,988,887	\$ (738,939)	\$2,223,129
<u>Expenditures</u>				
Instruction	\$3,779,963	\$4,311,998	\$ (532,035)	\$1,600,653
Student support services	104,999	119,778	(14,779)	44,463
Instructional support staff	209,998	209,611	387	88,925
General Administration	367,497	419,222	(51,725)	155,619
School Administration	104,999	119,778	(14,779)	44,462
Central services	52,499	89,833	(37,334)	22,231
Operations and maintenance	367,497	419,222	(51,725)	155,619
Student transportation services	104,998	119,778	(14,780)	44,463
Food service operation	157,498	179,667	(22,169)	66,694
Total Expenditures	\$5,249,948	\$5,988,887	\$ (738,939)	\$2,223,129
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	-			-
Unencumbered Cash, Ending	-			-

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-11

BILINGUAL EDUCATION FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	\$1,881,209	\$1,881,209	-	\$1,788,881
Supplemental General	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>729,925</u>
Total Receipts	<u>\$2,631,209</u>	<u>\$2,631,209</u>	<u>-</u>	<u>\$2,518,806</u>
<u>Expenditures</u>				
Instruction	\$2,631,209	\$2,631,209	-	\$2,511,920
General Administration	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,886</u>
Total Expenditures	<u>\$2,631,209</u>	<u>\$2,631,209</u>	<u>-</u>	<u>\$2,518,806</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-12

VOCATIONAL EDUCATION FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	\$388,975	<u>\$470,000</u>	<u>\$ (81,025)</u>	\$450,015
<u>Expenditures</u>				
Instruction	<u>388,975</u>	<u>\$470,000</u>	<u>\$ (81,025)</u>	<u>450,015</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>			<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-13

AT RISK 4 YEAR OLD FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Other local revenue	\$ 33,133	\$ -	\$ 33,133	\$ 57,330
Other federal aid	-	-	-	41,876
Operating Transfers:				
General Fund	<u>320,121</u>	<u>375,000</u>	<u>(54,879)</u>	<u>351,945</u>
Total Receipts	<u>\$353,254</u>	<u>\$375,000</u>	<u>\$ (21,746)</u>	<u>\$451,151</u>
<u>Expenditures</u>				
Instruction	\$375,302	\$371,376	\$ 3,926	\$386,288
Student support services	8,482	34,954	(26,472)	33,533
Food service operation	<u>800</u>	<u>-</u>	<u>800</u>	<u>-</u>
Total Expenditures	<u>\$384,584</u>	<u>\$406,330</u>	<u>\$ (21,746)</u>	<u>\$419,821</u>
Receipts Over (Under) Expenditures	\$ (31,330)			\$ 31,330
Unencumbered Cash, Beginning	<u>31,330</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>\$ 31,330</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-14

AT RISK FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	\$7,311,395	\$7,311,395	-	\$6,996,135
Supplemental General	<u>2,050,000</u>	<u>2,050,000</u>	<u>-</u>	<u>1,988,750</u>
Total Receipts	<u>\$9,361,395</u>	<u>\$9,361,395</u>	<u>-</u>	<u>\$8,984,885</u>
<u>Expenditures</u>				
Instruction	\$8,197,454	\$8,138,254	\$ 59,200	\$7,810,105
Student support services	404,136	388,182	15,954	373,696
Instructional support staff	<u>759,805</u>	<u>834,959</u>	<u>(75,154)</u>	<u>801,084</u>
Total Expenditures	<u>\$9,361,395</u>	<u>\$9,361,395</u>	<u>-</u>	<u>\$8,984,885</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-15

GIFTS AND GRANTS FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
ACTUAL AND BUDGET – REGULATORY BASIS  
For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
<u>Receipts</u>			<u>(Under)</u>	<u>Actual</u>
Local grants	\$137,439	\$325,000	\$ (187,561)	\$438,817
State aid	<u>91,456</u>	<u>134,400</u>	<u>(42,944)</u>	<u>-</u>
Total Receipts	\$228,895	<u>\$459,400</u>	<u>\$ (230,505)</u>	\$438,817
<u>Expenditures</u>				
Instruction	<u>145,530</u>	<u>\$817,552</u>	<u>\$ (672,022)</u>	<u>157,958</u>
Receipts Over (Under) Expenditures	\$ 83,365			\$280,859
Unencumbered Cash, Beginning	<u>358,503</u>			<u>77,644</u>
Unencumbered Cash, Ending	<u>\$441,868</u>			<u>\$358,503</u>



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2  
(Continued)

SCHEDULES OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-16

JUMP START SUMMER SCHOOL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Miscellaneous	\$ <u>75,000</u>	<u>-</u>
<u>Expenditures</u>		
Instruction	\$ 49,735	\$ 59,929
Transportation	<u>-</u>	<u>751</u>
Total Expenditures	\$ <u>49,735</u>	\$ <u>60,680</u>
Receipts Over (Under) Expenditures	\$ 25,265	\$ (60,680)
Unencumbered Cash, Beginning	<u>14,320</u>	<u>75,000</u>
Unencumbered Cash, Ending	\$ <u>39,585</u>	\$ <u>14,320</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-17

OTHER OPERATIONS FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$ -	\$ 157
Student activities	<u>420,759</u>	<u>365,047</u>
Total Receipts	\$420,759	\$365,204
<u>Expenditures</u>		
Student activities	<u>233,443</u>	<u>260,331</u>
Receipts Over (Under) Expenditures	\$187,316	\$104,873
Unencumbered Cash, Beginning	<u>553,980</u>	<u>449,107</u>
Unencumbered Cash, Ending	<u>\$741,296</u>	<u>\$553,980</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-18

TEXTBOOK RENTAL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Fees and charges	\$101,101	\$ 91,679
<u>Expenditures</u>		
Instruction	<u>80,004</u>	<u>19,421</u>
Receipts Over (Under) Expenditures	\$ 21,097	\$ 72,258
Unencumbered Cash, Beginning	<u>179,344</u>	<u>107,086</u>
Unencumbered Cash, Ending	<u>\$200,441</u>	<u>\$179,344</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-19

CONTINGENCY RESERVE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>	-	-
<u>Expenditures</u>	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>1,800,000</u>	<u>1,800,000</u>
Unencumbered Cash, Ending	<u>\$1,800,000</u>	<u>\$1,800,000</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-20

SECONDARY PROGRAM IMPROVEMENT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$ <u>63,739</u>	\$ <u>46,297</u>
<u>Expenditures</u>		
Instruction	\$ 55,358	\$ 36,703
Student support services	-	845
Business services	-	4,909
Operations and maintenance	<u>8,381</u>	<u>3,840</u>
Total Expenditures	\$ <u>63,739</u>	\$ <u>46,297</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-21

TITLE I LOW INCOME FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$876,451	\$885,237
Operating transfers	<u>47,034</u>	<u>-</u>
Total Receipts	<u>\$923,485</u>	<u>\$885,237</u>
<u>Expenditures</u>		
Instruction	\$852,928	\$868,426
Instructional support staff	68,344	3,625
Operations and maintenance	-	37
Community service	2,213	7,913
Operating transfers	<u>5,326</u>	<u>-</u>
Total Expenditures	<u>\$928,811</u>	<u>\$880,001</u>
Receipts Over (Under) Expenditures	\$ (5,326)	\$ 5,236
Unencumbered Cash, Beginning	<u>5,326</u>	<u>90</u>
Unencumbered Cash, Ending	<u>-</u>	<u>\$ 5,326</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-22

TITLE I MIGRANT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	<u>\$288,608</u>	<u>\$390,000</u>
<u>Expenditures</u>		
Instruction	\$231,121	\$291,470
Student support services	6,244	8,385
Instructional support staff	-	322
Operations and maintenance	182	24
Student transportation services	36,703	103,893
Student activities	<u>-</u>	<u>264</u>
Total Expenditures	<u>\$274,250</u>	<u>\$404,358</u>
Receipts Over (Under) Expenditures	\$ 14,358	\$ (14,358)
Unencumbered Cash, Beginning	<u>(14,358)</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>\$ (14,358)</u>



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-23

EARLY CHILDHOOD PRESCHOOL FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
State grant	<u>\$217,404</u>	<u>\$209,054</u>
<u>Expenditures</u>		
Instruction	\$216,351	\$218,145
Operations and maintenance	<u>145</u>	<u>4,472</u>
Total Expenditures	<u>\$216,496</u>	<u>\$222,617</u>
Receipts Over (Under) Expenditures	\$ 908	\$ (13,563)
Unencumbered Cash, Beginning	<u>(28,897)</u>	<u>(15,334)</u>
Unencumbered Cash, Ending	<u>\$ (27,989)</u>	<u>\$ (28,897)</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-24

TITLE IV STUDENT SUPPORT & ACADEMIC ENRICHMENT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Grant	\$ <u>47,034</u>	\$ <u>53,935</u>
<u>Expenditures</u>		
Instruction	\$ -	\$ 52,494
Operations and maintenance	<u>47,034</u>	<u>1,441</u>
Total Expenditures	\$ <u>47,034</u>	\$ <u>53,935</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-25

TITLE III ENGLISH LANGUAGE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	<u>\$214,840</u>	<u>\$225,633</u>
<u>Expenditures</u>		
Instruction	\$142,487	\$119,602
Instructional support staff	<u>72,353</u>	<u>106,031</u>
Total Expenditures	<u>\$214,840</u>	<u>\$225,633</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-26

21ST CENTURY GRANT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Fees and charges	\$ <u>36,519</u>	\$ <u>46,115</u>
<u>Expenditures</u>		
Instruction	\$ 16,940	\$109,179
Food service operation	<u>8,958</u>	<u>14,498</u>
Total Expenditures	\$ <u>25,898</u>	\$ <u>123,677</u>
Receipts Over (Under) Expenditures	\$ 10,621	\$ (77,562)
Unencumbered Cash, Beginning	<u>48,356</u>	<u>125,918</u>
Unencumbered Cash, Ending	\$ <u>58,977</u>	\$ <u>48,356</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-27

CHAPTER I CARRYOVER FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$100,000	\$100,000
Operating transfers	<u>5,326</u>	<u>-</u>
Total Receipts	\$105,326	\$100,000
<u>Expenditures</u>		
Instruction	<u>105,326</u>	<u>100,000</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-28

TITLE VI B PASS THRU FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$867,326	\$854,471
<u>Expenditures</u>		
Instruction	<u>867,326</u>	<u>854,471</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-29

TITLE VI B DISCRETIONARY SPECIAL EDUCATION FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$ <u>33,084</u>	\$ <u>31,084</u>
<u>Expenditures</u>		
Instruction	\$ 32,977	\$ 29,854
Operations and maintenance	<u>107</u>	<u>1,230</u>
Total Expenditures	\$ <u>33,084</u>	\$ <u>31,084</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-30

EARLY CHILDHOOD PASS THRU FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$ 13,013	\$ 13,044
<u>Expenditures</u>		
Instruction	<u>13,013</u>	<u>13,044</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-31

TITLE II A TEACHER QUALITY FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	<u>\$173,942</u>	<u>\$167,190</u>
<u>Expenditures</u>		
Instruction	\$173,392	\$165,665
School Administration	<u>    550</u>	<u>    1,525</u>
Total Expenditures	<u>\$173,942</u>	<u>\$167,190</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-32

SUMMER SCHOOL-MIGRANT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$ <u>9,218</u>	\$ <u>20,000</u>
<u>Expenditures</u>		
Instruction	\$ 9,218	\$ 14,941
Transportation	<u>-</u>	<u>1,516</u>
Total Expenditures	\$ <u>9,218</u>	\$ <u>16,457</u>
Receipts Over (Under) Expenditures	-	\$ 3,543
Unencumbered Cash, Beginning	<u>-</u>	<u>(3,543)</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-33

ESSERF-CARES ACT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Federal aid	\$ <u>64,394</u>	<u>-</u>
<u>Expenditures</u>		
Instruction	\$ 55,362	-
Operations	31,197	-
Transportation	4,306	-
Food service operation	<u>22,157</u>	<u>-</u>
Total Expenditures	\$ <u>113,022</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ (48,628)	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	\$ <u>(48,628)</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-34

CAPITAL PROJECT-CONSTRUCTION PROJECT FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Investment income (loss)	\$ <u>35,559</u>	\$ <u>120,048</u>
<u>Expenditures</u>		
Instruction	\$ 1,525	\$ 784,625
Facility acquisition and construction	<u>34,034</u>	<u>6,775,930</u>
Total Expenditures	\$ <u>35,559</u>	\$ <u>7,560,555</u>
Receipts Over (Under) Expenditures	-	\$ (7,440,507)
Unencumbered Cash, Beginning	<u>-</u>	<u>7,440,507</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-35

CAPITAL PROJECT-HVAC & LIGHTING FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>		
Capital lease proceeds	\$ -	\$3,291,114
Interest income	<u>7,706</u>	<u>2,924</u>
Total Receipts	\$ 7,706	\$3,294,038
<u>Expenditures</u>		
Project expense	<u>2,031,469</u>	<u>1,259,645</u>
Receipts Over (Under) Expenditures	\$ (2,023,763)	\$2,034,393
Unencumbered Cash, Beginning	<u>2,034,393</u>	<u>-</u>
Unencumbered Cash, Ending	\$ <u><u>10,630</u></u>	\$ <u><u>2,034,393</u></u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 2-36

COST OF ISSUANCE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the fiscal year ended June 30, 2020  
(with comparative actual totals for the prior year ended June 30, 2019)

	<u>6-30-20</u>	<u>6-30-19</u>
<u>Receipts</u>	-	\$ -
<u>Expenditures</u>		
Cost of issuance	<u>-</u>	<u>3,000</u>
Receipts Over (Under) Expenditures	-	\$ (3,000)
Unencumbered Cash, Beginning	<u>-</u>	<u>3,000</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 3

AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS  
For the fiscal year ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 3

AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the fiscal year ended June 30, 2020

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Student Organization Funds:				
Liberal High School:				
Cheerleaders	\$ 2,154	\$ 67,124	\$ 67,820	\$ 1,458
Dance Team	102	6,599	6,701	-
Art Menagerie	1,205	2,184	933	2,456
BFF	37	-	-	37
Book Club	-	496	385	111
DECA	2,068	21,105	23,173	-
FCA	78	210	187	101
FCCLA	4,539	8,144	9,404	3,279
Model Un	-	3,235	1,430	1,805
Key Club	793	1,447	1,735	505
National Honor Society	6,011	5,568	7,441	4,138
Chess Club	-	291	133	158
Naturkunshapkubb	728	1,228	610	1,346
History Club	-	445	-	445
Stand Out	1,112	-	-	1,112
Student Council	2,371	10,185	10,435	2,121
Young Republicans	362	-	-	362
Debate/Forensics	998	2,783	2,739	1,042
Thespians	1,414	3,167	1,358	3,223
Thespian Trip	202	-	-	202
Journalism	91	-	-	91
Mirage Yearbook	4,370	13,175	13,904	3,641
Newspaper	3,295	666	405	3,556
TV Broadcasting	91	-	-	91
Class of 1965 to Present	19,918	2,555	379	22,094
Senior Class 2019	2,725	-	2,725	-
Senior Class 2020	1,599	1,496	663	2,432
Junior Class	2,667	2,879	2,408	3,138
Sophomore Class	1,596	1,405	105	2,896
Freshman Class	-	1,320	81	1,239
Fees	1,452	135,016	126,101	10,367
Achieve	684	-	-	684
AP Account	3,188	2,854	1,029	5,013
AVID	-	2,923	2,923	-



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 3  
(Continued)

AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the fiscal year ended June 30, 2020

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Liberal High School (Continued):				
Class Europe Trip	30	-	-	30
Counselors' College Trips	1,095	-	-	1,095
Fire Science	-	924	720	204
ID Badges	780	-	-	780
Jag	242	542	400	384
Liberal Redskin Car Tags	-	66	66	-
Lanyards	96	25	-	121
Marketing Management	5,257	23,097	17,389	10,965
Odyssey of the Mind	1,173	-	-	1,173
Robotics	1,689	660	1,742	607
Publicity	104	-	-	104
Alternative School	1,029	-	-	1,029
Job Explorations	315	2,850	623	2,542
Redskin Reachout	53	1,023	417	659
Student Activity Account	32,346	15,567	1,648	46,265
Student Rewards	<u>1,651</u>	<u>4,220</u>	<u>3,045</u>	<u>2,826</u>
Total Liberal High School	<u>\$111,710</u>	<u>\$ 347,474</u>	<u>\$ 311,257</u>	<u>\$147,927</u>
Seymour Rogers Middle School:				
Cheerleaders	\$ 7,132	\$ 6,685	\$ 9,986	\$ 3,831
Fees	-	29,466	29,466	-
National Jr. Honor Society	189	742	385	546
Yearbook	-	4,791	4,791	-
Apache Shirts	371	2,419	2,459	331
AVID	31	836	501	366
Industrial Arts	455	296	-	751
School Store	-	2,602	1,593	1,009
Robotics	773	848	857	764
Halo	121	-	-	121
Student of the Month	91	-	-	91
Student Council	1,238	604	1,131	711
FCCLA	<u>460</u>	<u>320</u>	<u>318</u>	<u>462</u>
Total Seymour Rogers Middle School	<u>\$ 10,861</u>	<u>\$ 49,609</u>	<u>\$ 51,487</u>	<u>\$ 8,983</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 3  
(Continued)

AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the fiscal year ended June 30, 2020

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Eisenhower Middle School:				
Builders Club	\$ 571	\$ 1,186	\$ 716	\$ 1,041
National Jr. Honor Society	1,533	3,946	4,236	1,243
Student Council	935	4,585	4,711	809
FCCLA	423	-	-	423
Fees	180	35,700	36,010	(130)
DND	-	500	423	77
Choir	-	613	-	613
Girls PE	568	-	85	483
American History	45	714	195	564
F.A.C.S.–Beef Council	656	400	412	644
AVID	3,209	1,362	922	3,649
International Fair	-	1,328	1,159	169
Newspaper/Media/Yearbook	<u>-</u>	<u>7,537</u>	<u>7,300</u>	<u>237</u>
Total Eisenhower Middle School	\$ <u>8,120</u>	\$ <u>57,871</u>	\$ <u>56,169</u>	\$ <u>9,822</u>
Total Student Organization Funds	\$130,691	\$ 454,954	\$ 418,913	\$166,732
Employee Deduction Fund	<u>269,184</u>	<u>8,745,873</u>	<u>8,715,538</u>	<u>299,519</u>
Total Agency Funds	<u>\$399,875</u>	<u>\$9,200,827</u>	<u>\$9,134,451</u>	<u>\$466,251</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS  
SCHEDULE OF RECEIPTS, EXPENDITURES AND  
UNENCUMBERED CASH – REGULATORY BASIS  
For the fiscal year ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS  
SCHEDULE OF RECEIPTS, EXPENDITURES AND  
UNENCUMBERED CASH – REGULATORY BASIS  
For the fiscal year ended June 30, 2020

<u>Funds</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>
Liberal High School:				
Gate Receipts:				
Athletics	\$ 60,400	\$211,933	\$163,021	\$109,312
Musical	<u>3,640</u>	<u>2,605</u>	<u>2,720</u>	<u>3,525</u>
Subtotal Gate Receipts	\$ <u>64,040</u>	\$ <u>214,538</u>	\$ <u>165,741</u>	\$ <u>112,837</u>
School Projects:				
Concessions	\$ 24,193	\$ 58,928	\$ 64,155	\$ 18,966
Charity Donations	8,902	993	205	9,690
Band	15,803	22,928	28,139	10,592
Vocal	<u>362</u>	<u>7,972</u>	<u>6,018</u>	<u>2,316</u>
Subtotal School Projects	\$ <u>49,260</u>	\$ <u>90,821</u>	\$ <u>98,517</u>	\$ <u>41,564</u>
Total Liberal High School	\$ <u>113,300</u>	\$ <u>305,359</u>	\$ <u>264,258</u>	\$ <u>154,401</u>
Seymour Rogers Middle School:				
Gate Receipts – Athletics	\$ <u>4,760</u>	\$ <u>40,295</u>	\$ <u>30,693</u>	\$ <u>14,362</u>
School Projects:				
Band	\$ 2,576	\$ -	\$ -	\$ 2,576
Vocal	48	-	-	48
Concessions	2,381	8,445	8,070	2,756
Library	<u>1,236</u>	<u>2,500</u>	<u>1,804</u>	<u>1,932</u>
Subtotal School Projects	\$ <u>6,241</u>	\$ <u>10,945</u>	\$ <u>9,874</u>	\$ <u>7,312</u>
Total Seymour Rogers Middle School	\$ <u>11,001</u>	\$ <u>51,240</u>	\$ <u>40,567</u>	\$ <u>21,674</u>
Eisenhower Middle School:				
Gate Receipts – Athletics	\$ <u>22,909</u>	\$ <u>62,812</u>	\$ <u>53,118</u>	\$ <u>32,603</u>
School Projects:				
Band	\$ 985	\$ 44	\$ 7	\$ 1,022
Concessions	<u>1,638</u>	<u>12,490</u>	<u>13,025</u>	<u>1,103</u>
Subtotal School Projects	\$ <u>2,623</u>	\$ <u>12,534</u>	\$ <u>13,032</u>	\$ <u>2,125</u>
Total Eisenhower Middle School	\$ <u>25,532</u>	\$ <u>75,346</u>	\$ <u>66,150</u>	\$ <u>34,728</u>
Total District Activity Funds	\$ <u>149,833</u>	\$ <u>431,945</u>	\$ <u>370,975</u>	\$ <u>210,803</u>

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

SUPPLEMENTARY INFORMATION

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

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

**Report on Compliance for Each Major Federal Program**

We have audited Unified School District No. 480's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Unified School District No. 480's major federal programs for the fiscal year ended June 30, 2020. Unified School District No. 480's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Unified School District No. 480'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 the *Kansas Municipal Audit and Accounting Guide*; auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School 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 of Unified School District No. 480's compliance.

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

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### **Opinion on Each Major Federal Program**

In our opinion, Unified School District No. 480 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 fiscal year ended June 30, 2020.

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2020-001. Our opinion on the major federal program is not modified with respect to this matter.

Unified School District No. 480's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Unified School District No. 480's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Management of Unified School District No. 480 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 School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 480'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.

To the Board of Education  
Unified School District No. 480  
Liberal, Kansas 67901

Page 3

*A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2020-001, that we consider to be a significant deficiency.

Unified School District No. 480's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Unified School District No. 480's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

*Hay•Rice & Associates, Chartered*

Hay•Rice & Associates, Chartered

December 1, 2020



UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 5

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the fiscal year ended June 30, 2020

<u>Federal Grantor/Pass Through Grantor</u> <u>Program or Cluster Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Expenditures</u>
U. S. Department of Agriculture – Passed Through Kansas Department of Education: Child Nutrition Cluster:		
School Breakfast Program	10.553	\$ <u>576,780</u>
National School Lunch Program:	10.555	
Section 4		\$1,251,029
Cash for Commodities		<u>98,341</u>
Total National School Lunch Program		<u>\$1,349,370</u>
Summer Food Service Program for Children	10.559	<u>\$ 686,691</u>
Total Child Nutrition Cluster		<u>\$2,612,841</u>
School Food Service	10.560	1,000
Team Nutrition Training	10.574	200
Fresh Fruit and Vegetable Program	10.582	<u>80,865</u>
Total U.S. Department of Agriculture		<u>\$2,694,906</u>
U. S. Department of Education – Passed Through Kansas Department of Education:		
Title I Grants to Local Educational Agencies:		
Title I Low Income	84.010	\$ <u>973,951</u>
Special Education Cluster (IDEA):		
Special Education Grants to States	84.027	\$ 900,410
Special Education Preschool Grants	84.173	<u>13,013</u>
Total Special Education Cluster		<u>\$ 913,423</u>

See accompanying notes to schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 5  
(Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the fiscal year ended June 30, 2020

<u>Federal Grantor/Pass Through Grantor</u> <u>Program or Cluster Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Expenditures</u>
U. S. Department of Education – Passed		
Through Kansas Department of Education (Continued):		
Migrant Education – State Grant Program	84.011	\$ 297,826
Program Improvement	84.048	63,739
Homeless Child	84.196	2,500
English Language Acquisition Grants	84.365	214,840
Supporting Effective Instruction	84.367	174,302
Title VI–State Assessments	84.369	591
Student Support Academic Enrichment	84.424	47,034
COVID-19 Coronavirus	84.425	64,394
Total Grants		<u>\$ 865,226</u>
Total U.S. Department of Education		<u>\$2,752,600</u>
U.S. Department of Health and Human Services		
Passed Through Kansas Department of Education:		
Youth Risk Behavior Survey	93.938	\$ 400
Early Learning Kansans	93.558	18,635
Total U.S. Department of Health and Human Services		<u>\$ 19,035</u>
Total Expenditures of Federal Awards		<u>\$5,466,541</u>

See accompanying notes to schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the fiscal year ended June 30, 2020

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (Schedule 5) includes the federal award activity of Unified School District No. 480 under programs of the federal government for the fiscal year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Unified School District No. 480, it is not intended to and does not present the aggregate cash and unencumbered cash balances and receipts and expenditures of Unified School District No. 480.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the accompanying Schedule of Expenditures of Federal Awards are reported on the regulatory basis of accounting, which are accounting practices prescribed by the State of Kansas and are described in Note 1 to the School District's regulatory basis financial statement.

Note C: Indirect Cost Rate

Unified School District No. 480 has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
For the fiscal year ended June 30, 2020

**Major Program Findings**

Significant Deficiency 2019-001

Condition – The tests of expenditures revealed a lack of proper support and approval.

Recommendation – The auditor recommended that proper approval and support for all expenditures be obtained. Management concurred with recommendation and indicated that the procedures would be implemented.

Current Status – The School District is continuing to take steps to implement our recommendation.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the fiscal year ended June 30, 2020

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on the regulatory basis financial statements of Unified School District No. 480.
2. No significant deficiencies were disclosed during the audit of the financial statements that would be required to be reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. No material weaknesses are reported.
3. No instances of noncompliance material to the financial statements of Unified School District No. 480 were disclosed during the audit.
4. One significant deficiency on internal control over major federal award programs disclosed during the audit is reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance. No material weaknesses are reported.
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 480 expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a) are reported in this Schedule.
7. The programs tested as major programs were:
  - Child Nutrition Cluster CFDA #10.553, 10.555, 10.559, 10.560
  - Title I Grants to Local Educational Agencies CFDA #84.010
  - Special Education Cluster CFDA #84.027, 84.173
8. The threshold for determining type A and B programs was \$750,000.
9. Unified School District No. 480 did not qualify as a low-risk auditee.

UNIFIED SCHOOL DISTRICT NO. 480  
Liberal, Kansas

Schedule 6  
(Continued)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the fiscal year ended June 30, 2020

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

None.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

DEPARTMENT OF EDUCATION

Significant Deficiency 2020-001 – Title I Grants to Local Educational Agencies – CFDA #84.010 and Special Education Cluster CFDA #84.027, 84.173; Grant period – Year ended June 30, 2020

Condition – The tests of expenditures revealed a lack of proper support and approval.

Criteria – The School District requires proper approval of all expenditures and the major programs tested require proper approval and support of all expenditures.

Cause – Responsible parties failed to properly approve all expenses and obtain proper support for all expenses.

Effect – The lack of proper approval of expenditures increases the risk that misstatements due to fraud or error will occur. The lack of proper support could result in noncompliance with the grant agreement and the cost being disallowed.

Perspective – A sample of 22 employees from a population of 141 employees and all transfers were selected for audit. The test found that two employees did not have a sole source or time and effort report on file. Transfers did not have any written authorization. Our sample was a statistically valid sample.

Repeat Finding – This is a repeat finding. It was reference number 2019-001 in the prior year audit.

Auditor's Recommendation – We recommend that proper approval and support for all expenditures be obtained.

Management's Response (unaudited) – Management agreed with recommendation and is taking steps to implement it.

