

**UNIFIED SCHOOL DISTRICT NO. 432,
VICTORIA, KANSAS**

**FINANCIAL STATEMENT
AND INDEPENDENT AUDITORS' REPORT**

For the Year Ended June 30, 2021

**UNIFIED SCHOOL DISTRICT NO. 432
VICTORIA, KANSAS**

For the Year Ended June 30, 2021

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 432
Victoria, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 432, Victoria, Kansas, a Municipality, as of and for the year ended June 30, 2021 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 A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A of the financial statement, the financial statement is prepared by the Unified School District No. 432, Victoria, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A 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 of 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. 432 as of June 30, 2021, 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. 432 as of June 30, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

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

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of USD 432, Victoria, Kansas as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated November 30, 2020, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link <https://admin.ks.gov/offices/oar/municipal-services>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2020, on the basis of accounting described in Note A.



Gudenauf & Malone, Inc.

November 29, 2021

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended June 30, 2021

Statement 1

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
General Funds:						
General	\$ -	\$ 2,472,996	\$ 2,472,996	-	\$ 4,853	\$ 4,853
Local Option	65,309	861,433	838,679	88,063	653	88,716
Total General Funds	65,309	3,334,429	3,311,675	88,063	5,506	93,569
Special Purpose Funds:						
Capital Outlay	208,898	290,644	79,042	420,500	6,787	427,287
Food Service	69,244	226,627	224,507	71,364	-	71,364
Professional Development	-	3,840	3,840	-	-	-
Special Education	168,682	489,247	453,690	204,239	-	204,239
Vocational Education	-	134,562	134,562	-	-	-
Recreation Commission	5,057	31,745	29,622	7,180	-	7,180
At-Risk (K-12)	-	110,570	110,570	-	-	-
ESSER	-	13,804	13,804	-	-	-
KPERS	-	249,359	249,359	-	-	-
Gift	25,505	30,419	27,292	28,632	10,120	38,752
Title I & Title II	-	29,784	29,784	-	-	-
REAP	-	28,500	28,500	-	-	-
Title IV	-	10,844	10,844	-	-	-
Contingency Reserve	317,093	22,708	22,708	317,093	22,708	339,801
CARES (SPARKS)	-	93,609	93,609	-	-	-
District Activity	15,928	43,440	48,787	10,581	-	10,581
Total Special Purpose Funds	810,407	1,809,702	1,560,520	1,059,589	39,615	1,099,204
Bond and Interest Funds:						
Bond and Interest	94,691	22,487	-	117,178	-	117,178
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 970,407</u>	<u>\$ 5,166,618</u>	<u>\$ 4,872,195</u>	<u>\$ 1,264,830</u>	<u>\$ 45,121</u>	<u>\$ 1,309,951</u>
					Money Market	\$ 1,313,062
					Checking	51,640
					Petty Cash	4,500
					Certificate of Deposit	15,000
					Total Cash	1,384,202
					Agency Funds Per Schedule 3	(74,251)
					Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,309,951</u>

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

Unified School District No. 432 is a municipal corporation governed by an elected seven member board. This financial statement presents USD 432, Victoria, Kansas.

The related municipal entities discussed below are not included in the school district's financial statement but are related municipal entity because they was established to benefit the school district and/or its constituents. Neither entity's financial information was included in the audit.

Recreation Commission. USD No. 432 Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift.

USD 432 Foundation The USD 432 Foundation was organized to charitably support the scientific, literary and educational goals of the school district by receiving gifts and donations.

Regulatory Basis Fund Types

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

The following funds comprise of the regulatory cash basis of accounting:

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

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

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

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.

Business Fund - Funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.).

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

Agency Fund - Funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, student activity funds, etc.).

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There was one such budget amendments for this year.

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

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

District Activity, Contingency Reserve, Gift & Grants, REAP, Title I & Title II, Title IV

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

Reimbursements

A reimbursement is an expenditure initially made in one fund, but properly attributable to another fund. For example, it is common for the general fund to pay a vendor's bill and have portions of it reimbursed by other funds. In accounting for such reimbursements, USD 432 records an expenditure in the reimbursing fund, and a reduction of expenditure in the reimbursed fund, following the authoritative guidance provided under KMAAG regulatory basis accounting.

Property Taxes

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County appraiser annually determines assessed valuations based on real estate transactions recorded by the Register of Deeds and personal property transactions reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Property taxes are assessed on a calendar year basis and become a lien on property on November 1 of each year. The taxes are due one-half on December 20th and one-half the following May 10th. Any taxes unpaid at the due dates are considered delinquent.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current operation of the District and therefore are not susceptible to accrual.

Undistributed taxes from the prior year levy are recognized as income in the current year. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statement taken as a whole.

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statute

USD 432 is not aware of any non-compliance with Kansas statutes.

NOTE C - DEPOSITS & INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE C - DEPOSITS & INVESTMENTS - CONTINUED

provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2021.

At June 30, 2021, the District's carrying amount of deposits was \$1,384,202, and the bank balance was \$1,541,298. The difference between the carrying amount and the bank balance is outstanding checks and deposits. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$478,236 was covered by federal depository insurance and \$1,063,062 was collateralized with securities held by the pledging financial institution's agents in the District's name.

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

NOTE D - IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$158,684 subsequent to June 30, 2021 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2021.

NOTE E - INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	At Risk (K-12)	KSA 72-5167	\$ 73,836
General Fund	Capital Outlay	KSA 72-5167	35,022
General Fund	Contingency Reserve	KSA 72-5167	22,708
General Fund	Professional Development	KSA 72-5167	3,840
General Fund	Special Education	KSA 72-5167	302,458
Supplemental General Fund	At Risk (K-12)	KSA 72-5143	36,734
Supplemental General Fund	Special Education	KSA 72-5143	176,329
Supplemental General Fund	Vocational Education	KSA 72-5143	134,562
Supplemental General Fund	Food Service	KSA 72-5143	36,654

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post Employment Benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Death and Disability Other Post Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2021.

Termination Benefits. Unified School District No. 432 has implemented a plan for eligible employees of the District to receive benefits upon making an election to take early retirement. Early retirement is entirely voluntary and at the discretion of an eligible employee.

An employee is eligible for early retirement if the following conditions are met:

1. The employee is currently a full-time employee of the District
2. The employee is eligible for full retirement benefits under KPERS and is not more than 65 years of age.
3. The employee has fifteen years or more of employment service with the District.
4. The employee has twenty years or more of service credit recognized by the Kansas Public Employees Retirement System (KPERS).

It shall be the responsibility of the employee to provide all the facts and information necessary to prove eligibility for early retirement. An employee may apply for early retirement by giving written notice to the Superintendent of Schools on or before the first day of April preceding the anticipated retirement date. Such written notice shall include the following information:

1. A statement of the applicant's desire to take early retirement.
2. The anticipated date of retirement and their date of birth.
3. The number of years applicant has been employed by the school district.
4. The total number of years of service credit recognized by KPERS

Failure to request early retirement by April 1 shall not exclude the candidate, if the Board of Education chooses to give approval, even though the deadline may not have been met.

Following final action on any application by the Board of Education for early retirement, the Superintendent shall notify the applicant in writing of the final disposition.

For certified employees, the amount of payment to the retiree who is 58 years of age or older shall be the equivalent of \$415 per month until the participant reaches the age of 62 years and then \$150 per month from the age 62 to 65 years of age.

If any certified employee chooses to retire before 58 years of age, the payment will be figured in the following manner: Take the amount a person could receive from 58 to 62 years of age (\$19,920) and divide

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS – CONTINUED

this amount by the number of months from the eligible retirement date until they reach the age of 62 years old. Payment from age 62 to 65 years old will be \$150 a month.

For classified employees, the amount of payment to the retiree who is 58 years old or older shall be the equivalent of \$275 per month until the participant reaches the age of 62 years and then \$100 per month from the age 62 to 65 years of age.

If any classified employee chooses to retire before 58 years of age the payments will be figured in the following manner: Take the amount a person could receive from 58 to 62 years of age (\$13,200) and divide this amount by the number of months from the eligible retirement date until they reach the age of 62 years old. Payment from age 62 to 65 years old will be \$100 a month.

If death should occur to the participant during this agreement, the Board of Education will honor said agreement to the participant's spouse only for months that would have remained until the participant would have reached the age of 65.

The early retirement benefit shall be payable by the school district in the following manner: The benefit may be applied toward a membership in the school district's health insurance policy, or it may be taken in cash on a monthly basis, or it may be taken as a combination of the two. If any of the payment is to be made in cash, the payment shall be made each month or in a lump sum each year; for one year at a time in the discretion of the Board of Education.

Early retirement benefits paid for the year ending June 30, 2021, was \$9,633. The following is a schedule of the next five years of payments under the District's early retirement plan for the years ending June 30, 2021:

2022	\$ 12,291
2023	11,241
2024	9,291
2025	7,495
2026	<u>4,873</u>
Total	\$ 45,191

Compensated Absences

All employees of the District will be paid up to \$38 per day for any unused sick leave days upon retirement, resignation, death, or other reasons for terminating employment. The employee may take this remuneration as: (1) a lump sum, (2) as monthly payments on a health insurance policy carried by the District at the rate of no more than a single premium, if retiring, or (3) it may be applied to the employee's salary in the last year of employment, if retiring, provided the employee has declared their intent by June 1 preceding their last year. In the event the remuneration has not been paid out by the District by the time the employee reaches age 65, the employee will be given the remainder in a lump sum payment. In the event that options (2) or (3) above are selected, this policy must meet all legal requirements at the time of separation.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS – CONTINUED

The maximum amount of remuneration one can receive is listed below:

<u>Years of Service</u>	<u>Amount</u>
1 to 10	\$ 13.50 per day
11 to 15	18.75 per day
16 to 20	24.00 per day
21 to 25	29.25 per day
26 to 30	34.50 per day
31 +	38.00 per day

All employees of the District receive 12 days of discretionary leave each year. All certified and non-certified employees, may accumulate the discretionary leave to 125 days.

The twelve month employees of the District, including Central Office secretaries, custodians, and the school superintendent, are entitled to paid vacations.

The District has employees eligible for compensated absence pay who have accumulated a total of 1,820.5 unused sick days and 158.5 days of unused vacation days as of and for the year ended June 30, 2021. The estimated liability of unused sick leave at June 30, 2021 is \$43,465 and the estimated liability for unused vacation at June 30, 2021 is \$23,226.

NOTE G - DEFINED BENEFIT PENSION PLAN (KPERS)

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603-3869) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member 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 16.15% and 14.41%, respectively, for the fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% and 14.23% for the fiscal year ended June 30, 2021.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE G - DEFINED BENEFIT PENSION PLAN (KPERS) - CONTINUED

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$249,359 for the year ended June 30, 2021.

Net Pension Liability

At June 30, 2021, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,637,368. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup with KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE H - CLAIMS AND JUDGEMENTS

The District participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government.

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

During the ordinary course of its operations, the District is a party to various claims, legal actions and complaints. It is the opinion of the District's management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE I - RELATED PARTY TRANSACTIONS

In a governmental entity, related parties include members of the governing body, board members, administrative officials, and immediate families of administrative officials, board members, and members of the governing body. Required disclosures on related party transactions do not include compensation arrangements, expense allowance and similar items incurred in the ordinary course of operations. The following are not required to be reported, but are presented for information only.

	<u>2020-2021</u>
City of Victoria	\$16,677
Ryan Mauch, board member, is an employee	
Gorham State Bank	26,101
Troy Schippers, board treasurer, is an employee	
Midwest Energy	54,437
Sean Rodger, board member, is an employee	

NOTE J – CORONAVIRUS (COVID-19)

On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the “COVID-19 outbreak”) and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Municipality’s financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Municipality is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2021.

NOTE L - CRF & CARES ACT FUNDING

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK’s first round distribution was to local governments in the amount of \$400 million. The Municipality received CRF in the amount of \$93,609 during 2020. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at <https://covid.ks.gov/>.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2021

NOTE K – LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2021, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Lease Purchase:									
Bus	2.86%	2/27/2017	\$ 146,115	2/27/2022	\$ 50,045	\$ -	\$ 24,670	\$ 25,375	\$ 1,431
Copier		7/27/2017	10,816	7/27/2022	4,327	-	2,163	2,164	-
2 Printers & Copier		1/8/2019	37,733	12/1/2023	26,413	-	7,547	18,866	-
Total Contractual Indebtedness					\$ 80,785	\$ -	\$ 34,380	\$ 46,405	\$ 1,431

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

	2021-2022	2022-2023	2023-2024	Total
Principal				
Bus	\$ 25,375	\$ -	\$ -	\$ 25,375
Copier	2,164	-	-	2,164
2 Printers & Copier	7,547	7,546	3,773	18,866
Total Principal	35,086	7,546	3,773	46,405
Interest				
Bus	726	-	-	726
Total Interest	726	-	-	726
Total Principal and Interest	\$ 35,812	\$ 7,546	\$ 3,773	47,131

NOTE L – SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

**UNIFIED SCHOOL DISTRICT NO. 432
VICTORIA, KANSAS**

**REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION**

For the Year Ended June 30, 2021

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance- Over (Under)
General Funds:						
General	\$ 2,566,407	\$ (95,854)	\$ 2,443	\$ 2,472,996	\$ 2,472,996	\$ -
Local Option	853,256	(14,577)	-	838,679	838,679	-
Special Purpose Funds:						
Capital Outlay	406,000	-	-	406,000	79,042	(326,958)
Food Service	329,379	-	-	329,379	224,507	(104,872)
Professional Development	6,500	-	-	6,500	3,840	(2,660)
Special Education	525,466	-	-	525,466	453,690	(71,776)
Vocational Education	159,944	-	-	159,944	134,562	(25,382)
Recreation Commission	29,622	-	-	29,622	29,622	-
At-Risk (K-12)	123,820	-	-	123,820	110,570	(13,250)
KPERs	286,132	-	-	286,132	249,359	(36,773)
Bond and Interest Funds:						
Bond and Interest	-	-	-	-	-	-
Total Budgeted Funds	<u>5,286,526</u>	<u>(110,431)</u>	<u>2,443</u>	<u>5,178,538</u>	<u>4,596,867</u>	<u>(581,671)</u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****GENERAL FUND**

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Equalization Aid	\$ 2,159,153	\$ 2,192,536	\$ 2,234,371	\$ (41,835)
Mineral Production Tax	6,638	6,006	20,000	(13,994)
Special Education Aid	272,943	272,011	312,036	(40,025)
Other State Revenue	2,780	2,443	-	2,443
Total Receipts	2,441,514	2,472,996	\$ 2,566,407	\$ (93,411)
Expenditures Subject to Legal Max Budget				
Instruction				
Certified Salaries	869,834	882,129	884,259	(2,130)
Early Retirement	6,757	7,142	-	7,142
Non-Certified Salaries	89,583	102,782	100,246	2,536
Employee Insurance	215,424	240,658	218,199	22,459
Social Security	69,871	74,334	71,707	2,627
Other Employee Benefit	6,613	10,009	6,713	3,296
Purchased Professional/Technical Services	2,813	3,080	3,000	80
Tuition	43,772	25,425	41,048	(15,623)
General Supplies (Teaching)	22,658	14,554	28,000	(13,446)
Textbooks	22,759	8,653	34,865	(26,212)
Miscellaneous Supplies	25,788	27,821	36,000	(8,179)
Property	21,001	3,475	18,122	(14,647)
Other	4,197	6,164	7,500	(1,336)
Total Instruction	1,401,070	1,406,226	1,449,659	(43,433)
Student Support Services				
Certified Salaries	95,617	98,565	98,173	392
Non-Certified Salaries	40,500	41,950	41,500	450
Employee Insurance	27,364	28,682	38,069	(9,387)
Social Security	9,182	9,357	9,454	(97)
Other Employee Benefit	458	506	460	46
Purchased Professional/Technical Services	1,656	2,945	500	2,445
Supplies	490	1,118	600	518
Other Purchased Services	-	-	5,000	(5,000)
Property	574	1,101	-	1,101
Total Student Support Services	175,841	184,224	193,756	(9,532)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****GENERAL FUND - CONTINUED**

		2021		Variance
	2020	Actual	Budget	Over
	Actual			(Under)
Expenditures - Continued				
Instruction Support Staff				
Certified Salaries	7,292	7,458	7,431	27
Social Security	435	451	447	4
Other Employee Benefit	5	5	5	-
Books/Periodicals	2,409	2,079	2,000	79
Audiovisual/Instructional Software	6,482	5,990	9,000	(3,010)
Miscellaneous Supplies	-	624	-	624
Total Instruction Support Staff	16,623	16,607	18,883	(2,276)
General Administration				
Certified Salaries	48,073	46,500	51,040	(4,540)
Non-Certified Salaries	18,958	19,590	19,359	231
Employee Insurance	20,287	20,766	21,077	(311)
Social Security	5,025	5,009	5,283	(274)
Other Employee Benefit	472	2,036	475	1,561
Purchased Professional/Technical Services	12,143	6,600	13,000	(6,400)
Insurance	35,774	41,431	37,000	4,431
Communications	1,125	546	3,000	(2,454)
Other Purchased Services	3,894	7,017	4,000	3,017
Supplies	1,026	312	1,100	(788)
Property	-	3,824	-	3,824
Other	7,554	14,342	10,000	4,342
Total General Administration	154,331	167,973	165,334	2,639
School Administration				
Certified Salaries	115,573	117,243	117,420	(177)
Non-Certified Salaries	58,477	57,623	59,376	(1,753)
Employee Insurance	38,380	33,242	46,832	(13,590)
Social Security	12,420	12,947	12,630	317
Other Employee Benefit	1,058	2,562	1,120	1,442
Communications	6,528	6,817	6,800	17
Other Purchased Services	2,539	1,740	4,400	(2,660)
Supplies	460	669	700	(31)
Other	100	9,900	325	9,575
Total School Administration	235,535	242,743	249,603	(6,860)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****GENERAL FUND - CONTINUED**

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Central Services				
Non-Certified Salaries	14,918	15,410	16,604	(1,194)
Insurance	-	-	-	-
Social Security	1,061	1,038	1,190	(152)
Other	13	13	14	(1)
Total Central Services	15,992	16,461	17,808	(1,347)
Student Transportation Services				
Mileage in Lieu of Transportation	-	-	-	-
Total Student Transportation Services	-	-	-	-
After School				
Non-Certified Salaries	12,950	13,401	-	13,401
Social Security	851	886	-	886
Unemployment Compensation	11	11	-	11
Other	(7,098)	(13,428)	-	(13,428)
Total After School	6,714	870	-	870
Preschool				
Certified Salaries	-	20	-	20
Social Security	-	2	-	2
Other Employee Benefit	763	6	-	6
Other	(9,125)	-	-	-
Total Preschool	(8,362)	28	-	28

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)

GENERAL FUND - CONTINUED

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Transfers				
At-Risk (K-12)	82,704	73,836	82,693	(8,857)
Capital Outlay	14,600	35,022	-	35,022
Contingency Reserve	6,071	22,708	-	22,708
Food Service	50,587	-	55,000	(55,000)
Professional Development	2,705	3,840	6,500	(2,660)
Special Education	287,027	302,458	312,036	(9,578)
Vocational Education	76	-	15,135	(15,135)
Total Transfers	443,770	437,864	471,364	(82,373)
Total Expenditures				
Subject to Legal Max Budget	2,441,514	2,472,996	2,566,407	(93,411)
Adjustments for Qualifying Budget Credits	-	-	2,443	(2,443)
Adjustment to Comply with Legal Max	-	-	(95,854)	95,854
Legal General Fund Budget	2,441,514	2,472,996	\$ 2,472,996	\$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)

LOCAL OPTION FUND

		2021		Variance
	2020	Actual	Budget	Over
	Actual			(Under)
Receipts				
Ad Valorem Property Taxes	\$ 550,203	\$ 630,137	\$ 647,138	\$ (17,001)
Delinquent Tax	5,321	7,259	8,240	(981)
Motor Vehicle Tax	47,374	49,463	26,649	22,814
Recreational Vehicle Tax	1,307	1,448	817	631
16/20M Vehicle Tax	2,379	2,287	3,486	(1,199)
Supplemental State Aid	151,305	170,839	173,808	(2,969)
Total Receipts	757,889	861,433	\$ 860,138	\$ 1,295
Expenditures				
Instruction				
Other Purchased Services - Tuition	4,954	4,246	6,000	(1,754)
Total Instruction	4,954	4,246	6,000	(1,754)
Operation and Maintenance				
Non-Certified Salaries	156,338	140,841	140,314	527
Insurance	40,565	36,359	44,473	(8,114)
Social Security	11,326	10,219	10,100	119
Other Employee Benefit	4,919	6,546	4,900	1,646
Water/Sewer	7,988	16,626	16,000	626
Snow Plowing	333	1,523	-	1,523
Heating	24,630	25,211	35,000	(9,789)
Cleaning	2,191	2,217	4,000	(1,783)
Computer Services	10,999	4,075	-	4,075
Repairs	4,645	18,399	26,000	(7,601)
Rental Services	1,667	3,271	3,000	271
Insurance	472	510	500	10
Other Purchased Services	3,273	9,737	3,500	6,237
Supplies	24,161	27,510	30,000	(2,490)
Electricity	54,347	55,779	58,000	(2,221)
Motor Fuel	842	114	1,600	(1,486)
Property, Equip, Furnishings	427	14,440	13,128	1,312
Total Operation and Maintenance	349,123	373,377	390,515	(17,138)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)

LOCAL OPTION FUND - CONTINUED

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Vehicle Operating Services and Maintenance				
Non-Certified Salaries	11,543	9,625	13,000	(3,375)
Social Security	864	698	920	(222)
Other Employee Benefit	341	351	372	(21)
Mileage in Lieu of Transportation	39,130	49,927	52,000	(2,073)
Insurance	4,460	4,680	5,500	(820)
Motor Fuel	7,408	6,209	13,000	(6,791)
Other	11,518	5,073	12,000	(6,927)
Other Purchased Services	99	19	1,000	(981)
Supplies	277	195	1,000	(805)
Total Vehicle Operating Services	75,640	76,777	98,792	(22,015)
Operating Transfers				
At Risk (K-12)	36,295	36,734	41,127	(4,393)
Food Service	-	36,654	-	36,654
Special Education	160,491	176,329	172,013	4,316
Vocational Education	129,643	134,562	144,809	(10,247)
Total Operating Transfers	326,429	384,279	357,949	26,330
Total Expenditures				
Subject to Legal Max Budget	756,146	838,679	853,256	(14,577)
Adjustment to Comply with Legal Max	-	-	(14,577)	14,577
Legal Local Option Fund Budget	756,146	838,679	\$ 838,679	\$ -
Receipts Over (Under) Expenditures	1,743	22,754		
Unencumbered Cash, Beginning	63,566	65,309		
Unencumbered Cash, Ending	\$ 65,309	\$ 88,063		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)

CAPITAL OUTLAY FUND

		2021		Variance
	2020	Actual	Budget	Over
	Actual			(Under)
Receipts				
General Property Taxes				
Ad Valorem Property Taxes	\$ 254,524	\$ 227,997	\$ 237,041	\$ (9,044)
Delinquent Tax	2,180	3,076	5,734	(2,658)
Motor Vehicle Tax	18,793	21,327	19,970	1,357
Recreational Vehicle Tax	517	621	-	621
16/20M Vehicle Tax	938	929	-	929
Other				
State Aid	5,140	-	-	-
Interest	2,152	563	-	563
Other	3,715	1,109	-	1,109
Transfer from General	14,600	35,022	-	35,022
Total Receipts	302,559	290,644	\$ 262,745	\$ 27,899
Expenditures				
Instruction	54,521	-	75,000	(75,000)
Student Support Services	-	-	-	-
Instructional Support Staff	20,807	-	35,000	(35,000)
General Administration	-	-	6,000	(6,000)
School Administration	(74)	-	10,000	(10,000)
Operations & Maintenance	9,305	41,598	50,000	(8,402)
Equipment & Busses	26,101	26,101	80,000	(53,899)
Other Support Services	-	-	-	-
Site Improvement Services	415,782	11,343	150,000	(138,657)
Total Expenditures	526,442	79,042	\$ 406,000	\$ (326,958)
Receipts Over (Under) Expenditures	(223,883)	211,602		
Unencumbered Cash, Beginning	432,781	208,898		
Unencumbered Cash, Ending	\$ 208,898	\$ 420,500		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)

FOOD SERVICE FUND

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Equalization Aid	\$ 2,131	\$ 4,497	\$ 1,981	\$ 2,516
Federal Aid	74,465	169,256	82,379	86,877
Other Receipts				
Lunch/Breakfast - Students	80,534	15,078	113,845	(98,767)
Lunch Sales - Adults	3,493	1,142	6,930	(5,788)
Miscellaneous Receipts	2,110	-	-	-
Transfer from General	50,587	-	55,000	(55,000)
Transfer from Local Option	-	36,654	-	36,654
Total Receipts	213,320	226,627	\$ 260,135	\$ (33,508)
Expenditures				
Salaries	66,178	67,852	66,350	1,502
Employee Insurance	20,341	29,049	21,939	7,110
Social Security	4,599	4,497	4,618	(121)
Other Employee Benefit	1,501	1,603	1,508	95
Other Purchased Services	2,760	3,805	2,800	1,005
Food and Milk	100,074	110,141	170,000	(59,859)
Miscellaneous Supplies	6,689	5,330	9,000	(3,670)
Property (Equipment & Furnishings)	4,763	1,400	8,500	(7,100)
Other	831	830	44,664	(43,834)
Total Expenditures	207,736	224,507	\$ 329,379	\$ (104,872)
Receipts Over (Under) Expenditures	5,584	2,120		
Unencumbered Cash, Beginning	63,660	69,244		
Unencumbered Cash, Ending	\$ 69,244	\$ 71,364		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****PROFESSIONAL DEVELOPMENT FUND**

		2021		Variance
	2020 Actual	Actual	Budget	Over Over (Under)
Receipts				
Transfer From General	\$ 2,705	\$ 3,840	\$ 6,500	\$ (2,660)
Total Receipts	<u>2,705</u>	<u>3,840</u>	<u>\$ 6,500</u>	<u>\$ (2,660)</u>
Expenditures				
Support Services				
Purchased Professional/Technical Services	<u>2,705</u>	<u>3,840</u>	<u>6,500</u>	<u>(2,660)</u>
Total Expenditures	<u>2,705</u>	<u>3,840</u>	<u><u>\$ 6,500</u></u>	<u><u>\$ (2,660)</u></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. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2021

(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)

SPECIAL EDUCATION FUND

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Receipts				
Other Receipts - Local Sources	\$ 1,370	\$ 5,681	\$ -	\$ 5,681
Other Receipts - Federal Funds	-	4,779	-	4,779
Transfer From General	287,027	302,458	312,036	(9,578)
Transfer From Local Option	160,491	176,329	172,013	4,316
Total Receipts	448,888	489,247	\$ 484,049	\$ 5,198
Expenditures				
Instruction	-	-	55,800	(55,800)
Other Purchased Services	-	8,479		8,479
Supplies	-	115		115
Other	-	325		325
Payment to Special Ed. Co-op	424,147	431,090	457,228	(26,138)
Total Instruction	424,147	440,009	513,028	(73,019)
Vehicle Operating Service				
Salaries	7,025	8,187	7,600	587
Social Security	560	611	604	7
Other Employee Benefit	7	8	8	-
Insurance	635	2,987	700	2,287
Motor Fuel	1,690	1,888	2,701	(813)
Other	605	-	825	(825)
Total Vehicle Operating Service	10,522	13,681	12,438	1,243
Total Expenditures	434,669	453,690	\$ 525,466	\$ (71,776)
Receipts Over (Under) Expenditures	14,219	35,557		
Unencumbered Cash, Beginning	154,463	168,682		
Unencumbered Cash, Ending	\$ 168,682	\$ 204,239		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****VOCATIONAL EDUCATION FUND**

		2021		Variance
	2020 Actual	Actual	Budget	Over Over (Under)
Receipts				
Transfer From General	\$ 76	\$ -	\$ 15,135	\$ (15,135)
Transfer From Local Option	129,643	134,562	144,809	(10,247)
Total Receipts	129,719	134,562	\$ 159,944	\$ (25,382)
Expenditures				
Instruction				
Certified Salaries	100,648	103,384	125,113	(21,729)
Employee Insurance	17,065	19,572	19,705	(133)
Social Security	7,460	7,711	9,332	(1,621)
Other Employee Benefit	92	95	94	1
Purchased Professional/Technical Services	4,800	3,800	-	3,800
Other	76	-	5,100	(5,100)
General Supplies	432	-	600	(600)
Total Expenditures	130,573	134,562	\$ 159,944	\$ (25,382)
Receipts Over (Under) Expenditures	(854)	-		
Unencumbered Cash, Beginning	854	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****RECREATION COMMISSION FUND**

		2021		Variance
	2020			Over
	Actual	Actual	Budget	(Under)
Receipts				
Ad Valorem Property Taxes	\$ 31,815	\$ 28,500	\$ 29,615	\$ (1,115)
Delinquent Tax	272	385	717	(332)
Motor Vehicle Tax	2,349	2,666	2,475	191
Recreational Vehicle Tax	65	78	-	78
16/20M Vehicle Tax	117	116	-	116
Total Receipts	34,618	31,745	\$ 32,807	\$ (1,062)
Expenditures				
Recreation Commission Appropriation	32,548	29,622	29,622	-
Total Expenditures	32,548	29,622	\$ 29,622	\$ -
Receipts Over (Under) Expenditures	2,070	2,123		
Unencumbered Cash, Beginning	2,987	5,057		
Unencumbered Cash, Ending	\$ 5,057	\$ 7,180		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****AT RISK FUND (K-12)**

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer From General	\$ 82,704	\$ 73,836	\$ 82,693	\$ (8,857)
Transfer From Local Option	36,295	36,734	41,127	41,127
Total Receipts	118,999	110,570	\$ 123,820	\$ 32,270
Expenditures				
Certified Salaries	68,042	71,205	70,083	1,122
Non-Certified Salaries	24,809	11,934	22,861	(10,927)
Insurance	19,394	23,785	20,824	2,961
Social Security	6,648	3,603	6,804	(3,201)
Other Employee Benefit	81	43	82	(39)
General Teaching	25	-	3,166	(3,166)
Total Expenditures	118,999	110,570	\$ 123,820	\$ (13,250)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****ESSER (ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF FUND)**

	<u>2020</u>	<u>2021</u>
Receipts		
State Aid	\$ 1,493	\$ 13,804
	<u>1,493</u>	<u>13,804</u>
Total Receipts	<u>1,493</u>	<u>13,804</u>
Expenditures		
Certified	-	10,350
NonCertified Salaries	-	300
Social Security	-	815
Other Employee Benefits	-	10
Property	-	879
Other Purchased Services	277	435
Audiovisual & Instruction Software	1,052	853
General Supplies & Materials	164	162
	<u>1,493</u>	<u>13,804</u>
Total Expenditures	<u>1,493</u>	<u>13,804</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. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****KPERS FUND**

		2021		Variance
	2020	Actual	Budget	Over
	Actual			(Under)
Receipts				
State Aid	\$ 264,570	\$ 249,359	\$ 286,132	\$ (36,773)
Total Receipts	264,570	249,359	\$ 286,132	\$ (36,773)
Expenditures				
Employee Benefits	264,570	249,359	286,132	(36,773)
Total Expenditures	264,570	249,359	\$ 286,132	\$ (36,773)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****GIFT FUND**

	<u>2020</u>	<u>2021</u>
Receipts		
Receipts From Local Sources	\$ 18,983	\$ 30,419
	<u>18,983</u>	<u>30,419</u>
Total Receipts	<u>18,983</u>	<u>30,419</u>
Expenditures		
Supplies	-	472
Property	10,093	26,820
Other Purchased Services	41	-
Building Improvements-Outside Contractors	5,621	-
	<u>15,755</u>	<u>27,292</u>
Total Expenditures	<u>15,755</u>	<u>27,292</u>
Receipts Over (Under) Expenditures	3,228	3,127
Unencumbered Cash, Beginning	<u>22,277</u>	<u>25,505</u>
Unencumbered Cash, Ending	<u><u>\$ 25,505</u></u>	<u><u>\$ 28,632</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****TITLE I & TITLE II FUNDS**

	<u>2020</u>	<u>2021</u>
Receipts		
Federal Aid	\$ 24,001	\$ 29,784
	<u>24,001</u>	<u>29,784</u>
Total Receipts	<u>24,001</u>	<u>29,784</u>
Expenditures		
Instruction		
Certified Salaries	17,800	5,782
Non-Certified Salaries	930	12,049
Employee Insurance	2,271	10,802
Social Security	1,323	1,138
Other Employee Benefit	17	13
Purchased Professional/Technical Services	-	-
Supplies	1,660	-
	<u>24,001</u>	<u>29,784</u>
Total Instruction	<u>24,001</u>	<u>29,784</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****RURAL SCHOOL ACHIEVEMENT PROGRAM FUND (REAP)**

	<u>2020</u>	<u>2021</u>
Receipts		
Education Grant	\$ 34,905	\$ 28,500
	<u>34,905</u>	<u>28,500</u>
Total Receipts	<u>34,905</u>	<u>28,500</u>
Expenditures		
Instruction Support Staff		
Certified Salaries	6,000	7,229
Non-Certified Salaries	1,500	438
Social Security	519	532
Employee Benefits	6	7
Purchased Professional/Technical Services	1,010	544
Audiovisual & Instructional Software	24,245	18,900
Other	1,625	850
	<u>34,905</u>	<u>28,500</u>
Total Expenditures	<u>34,905</u>	<u>28,500</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. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****TITLE IV FUND**

	<u>2020</u>	<u>2021</u>
Receipts		
State Aid	\$ 10,700	\$ 10,844
	<u>10,700</u>	<u>10,844</u>
Total Receipts	<u>10,700</u>	<u>10,844</u>
Expenditures		
Certified Salaries	-	6,757
Non-Certified Salaries	6,350	-
Health Insurance	3,908	3,853
Social Security	438	231
Other Employee Benefits	4	3
Supplies	<u>-</u>	<u>-</u>
Total Expenditures	<u>10,700</u>	<u>10,844</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. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****CONTINGENCY RESERVE FUND**

	<u>2020</u>	<u>2021</u>
Receipts		
Transfer from General	<u>\$ 6,071</u>	<u>\$ 22,708</u>
Total Receipts	<u>6,071</u>	<u>22,708</u>
Expenditures		
Expenditures	<u>-</u>	<u>22,708</u>
Total Expenditures	<u>-</u>	<u>22,708</u>
Receipts Over (Under) Expenditures	6,071	-
Unencumbered Cash, Beginning	<u>311,022</u>	<u>317,093</u>
Unencumbered Cash, Ending	<u><u>\$ 317,093</u></u>	<u><u>\$ 317,093</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****CARES (SPARKS) FUND**

	<u>2020</u>	<u>2021</u>
Receipts		
Transfer from General	<u>\$ -</u>	<u>\$ 93,609</u>
Total Receipts	<u>-</u>	<u>93,609</u>
Expenditures		
Expenditures	<u>-</u>	<u>93,609</u>
Total Expenditures	<u>-</u>	<u>93,609</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. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2021****(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)****BOND AND INTEREST FUND**

	2020 Actual	2021		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ 11,004	\$ -	\$ -	\$ -
Delinquent Tax	3,100	2,667	-	2,667
Motor Vehicle Tax	28,232	17,834	-	17,834
16/20 Motor Vehicle	1,396	1,424	-	1,424
Recreational Vehicle Tax	775	562	-	562
State Aid	8,723	-	-	-
Total Receipts	53,230	22,487	\$ -	\$ 22,487
Expenditures				
Principal	433,000	-	-	-
Interest	3,141	-	-	-
Total Expenditures	436,141	-	\$ -	\$ -
Receipts Over (Under) Expenditures	(382,911)	22,487		
Unencumbered Cash, Beginning	477,602	94,691		
Unencumbered Cash, Ending	\$ 94,691	\$ 117,178		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended June 30, 2021

STUDENT ORGANIZATION FUNDS (AGENCY FUNDS)

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Cross Country	\$ 29	\$ -	\$ 29	\$ -
DVD	276	343	243	376
FCCLA Club	9,548	13,637	13,825	9,360
FFA	10,390	9,077	9,420	10,047
High School Boys Basketball	1,690	5,765	2,142	5,313
High School Football	386	-	385	1
High School Girls Basketball	2,695	-	888	1,807
High School Volleyball	39	2,926	2,906	59
Interest & Projects	1,775	632	27	2,380
Jump Start	347	6,836	5,204	1,979
Middle School Activities	907	850	273	1,484
Middle School Boys Basketball	521	681	778	424
Middle School Football	152	900	810	242
Middle School Girls Basketball	89	989	839	239
Middle School Volleyball	165	150	300	15
National Honor Society	303	-	303	-
Pep Club (Cheer)	370	2,945	1,713	1,602
Middle School Cheer	-	2,311	2,003	308
SADD	1,596	200	21	1,775
Skills USA	233	135	-	368
Student Council	9,630	8,455	11,503	6,582
Tennis	892	1,660	1,659	893
Track	278	564	278	564
Weight Lifting	1,512	6,331	3,975	3,868
Yearbook	4,979	20,245	9,119	16,105
V-Club	6,714	4,281	2,535	8,460
Total Student Organization Funds	\$ 55,516	\$ 89,913	\$ 71,178	\$ 74,251

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2021

DISTRICT ACIVITY FUNDS

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Cash</u>
Athletics	\$ 12,857	\$ 38,376	\$ 42,999	\$ 8,234
School Projects	<u>3,071</u>	<u>5,064</u>	<u>5,788</u>	<u>2,347</u>
Total District Acitivity Funds	<u>\$ 15,928</u>	<u>\$ 43,440</u>	<u>\$ 48,787</u>	<u>\$ 10,581</u>