

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FINANCIAL STATEMENT

WITH

INDEPENDENT AUDITOR'S REPORT

YEAR ENDED JUNE 30, 2019

GBN, P.A.
Certified Public Accountants

TABLE OF CONTENTS

| | <u>Page</u> |
|---|-------------|
| Independent Auditor's Report | 1 |
| FINANCIAL STATEMENT | |
| <u>Statement 1</u> | |
| Summary of Cash Receipts, Expenditures and Unencumbered Cash – Regulatory Basis | 4 |
| Notes to Financial Statement | 7 |
| SUPPLEMENTARY INFORMATION | |
| <u>Schedule 1</u> | |
| Summary of Expenditures - Actual and Budget – Regulatory Basis | 23 |
| <u>Schedule 2</u> | |
| Schedule of Cash Receipts and Expenditures – Actual and Budget – Regulatory Basis For: | |
| General Funds: | |
| General | 24 |
| Supplemental General | 25 |
| Special Purpose Funds: | |
| Four Year Old At-Risk..... | 26 |
| At-Risk | 27 |
| Bilingual Education | 28 |
| Virtual Education | 29 |
| Capital Outlay | 30 |
| Driver Training | 31 |
| Extraordinary School | 32 |
| Food Service | 33 |
| Professional Development | 34 |
| Parent Education | 35 |
| Special Education..... | 36 |
| Vocational Education | 37 |
| KPERs Special Retirement Contribution | 38 |
| Recreation Commission | 39 |
| Recreation Commission Employee Benefit and Special Liability | 40 |
| Federal Funds | 41 |
| Textbook Rental and Student Materials..... | 42 |
| Contingency Reserve | 43 |
| Gifts and Grants | 44 |
| Teacher of the Year Award | 45 |
| Memorials | 46 |
| Waitt Scholarship | 47 |
| Madrigal Scholarship | 48 |
| Bond and Interest | 49 |
| Capital Project Funds: | |
| Construction | 50 |

TABLE OF CONTENTS
(continued)

Page

Schedule 3

| | |
|--|----|
| Schedule of Cash Receipts, Expenditures and Unencumbered | |
| Cash – Regulatory Basis – District Activity Funds | 51 |

Schedule 4

| | |
|---|----|
| Schedule of Cash Receipts and Cash Disbursements – Agency Funds – | |
| Regulatory Basis: | |
| Student Organizations | 52 |
| Sales Tax | 52 |

GBN, P.A.

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Rose Hill Unified School District No. 394
Rose Hill, Kansas

Report on Financial Statement

We have audited the accompanying fund summary statement of regulatory basis cash receipts, expenditures and unencumbered cash balances of Rose Hill Unified School District No. 394 (a municipal financial reporting entity), as of and for the year ended June 30, 2019, and the related notes to the financial statements.

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

Auditor's Responsibility

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

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

policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the Rose Hill Unified School District No. 394 to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Rose Hill Unified School District No. 394 as of June 30, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Rose Hill Unified School District No. 394 as of June 30, 2019, and the aggregate cash 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, and individual fund schedules of regulatory basis receipts and expenditures – actual and budget, schedule of cash receipts, expenditures and unencumbered cash – district activity funds, and the schedule of cash receipts, and disbursements – agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of

management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Rose Hill Unified School District No. 394 as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated February 28, 2019, which contained an unmodified opinion on the basic financial statement. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/oar/municipalservices>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2019 (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 2018 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 2018 basic financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 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 2018 basic financial statement or to the 2018 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 2018 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, 2018, on the basis of accounting described in Note 1.

GBN, P.A.

Wichita, Kansas
June 17, 2020

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

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

For the year ended June 30, 2019

| | Beginning Unencumbered Cash Balance | Prior Year Canceled Encum- brances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|-----------------------------|---|--|------------------|--------------|--|---|------------------------|
| General Funds: | | | | | | | |
| General Fund | \$ — | \$ — | \$ 9,780,083 | \$ 9,780,083 | \$ — | \$ 695,891 | \$ 695,891 |
| Supplemental General | 99,394 | — | 3,283,813 | 3,197,257 | 185,950 | 13,491 | 199,441 |
| Special Purpose Funds: | | | | | | | |
| Four Year Old At-Risk | 20,000 | — | 55,648 | 65,648 | 10,000 | 1,809 | 11,809 |
| At-Risk | 200,000 | — | 909,356 | 1,009,356 | 100,000 | 57,626 | 157,626 |
| Bilingual Education | 20,000 | — | 69,282 | 79,282 | 10,000 | — | 10,000 |
| Virtual Education | 27,797 | — | 172,925 | 181,705 | 19,017 | — | 19,017 |
| Capital Outlay | 1,997,132 | — | 1,072,497 | 887,015 | 2,182,614 | 92,807 | 2,275,421 |
| Driver Training | 54,003 | — | 25,818 | 25,604 | 54,217 | — | 54,217 |
| Extraordinary School | 3,761 | — | 1,100 | 1,101 | 3,760 | — | 3,760 |
| Food Service | 187,212 | — | 540,947 | 544,604 | 183,555 | 133 | 183,688 |
| Professional Development | 10,000 | — | 753 | 753 | 10,000 | 525 | 10,525 |
| Parent Education | 20,000 | — | 46,728 | 56,728 | 10,000 | 3,608 | 13,608 |
| Special Education | 500,000 | — | 1,784,944 | 1,984,944 | 300,000 | 8 | 300,008 |
| Vocational Education | 200,000 | — | 330,858 | 355,858 | 175,000 | 30,472 | 205,472 |
| KPERs Special Retirement | | | | | | | |
| Contribution | — | — | 886,366 | 886,366 | — | — | — |
| Recreation Commission | 9,925 | — | 320,720 | 323,900 | 6,745 | — | 6,745 |
| Recreation Commission | | | | | | | |
| Employee Benefit and | | | | | | | |
| Special Liability | 2,006 | — | 74,073 | 75,000 | 1,079 | — | 1,079 |
| Federal Funds | — | — | 175,583 | 175,583 | — | 11,100 | 11,100 |
| Textbook Rental and Student | | | | | | | |
| Materials | 451,563 | — | 144,527 | 182,412 | 413,678 | 9,887 | 423,565 |
| Contingency Reserve | 959,981 | — | — | — | 959,981 | — | 959,981 |
| Gifts and Grants | 60,015 | — | 52,799 | 56,173 | 56,641 | 2,392 | 59,033 |
| Teacher of the Year | 882 | — | — | 200 | 682 | — | 682 |
| Memorials | 3,471 | — | — | 3,471 | — | — | — |
| Waitt Scholarship | 6,000 | — | — | 1,500 | 4,500 | — | 4,500 |
| Madrigal Scholarship | — | — | 1,000 | 1,000 | — | — | — |
| Gate Receipts | 34,812 | — | 146,764 | 140,944 | 40,632 | 165 | 40,797 |
| Special Projects | 16,788 | — | 41,799 | 37,328 | 21,259 | — | 21,259 |
| Bond and Interest | 2,747,871 | — | 2,938,816 | 2,842,798 | 2,843,889 | — | 2,843,889 |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS (continued)

For the year ended June 30, 2019

| | Beginning Unencumbered Cash Balance | Prior Year Canceled Encum- brances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|--|---|--|----------------------|----------------------|--|---|------------------------|
| Capital Project Fund: | | | | | | | |
| Construction | \$ 1,664,131 | \$ — | \$ 108,405 | \$ 1,636,089 | \$ 136,447 | \$ 2,479,741 | \$ 2,616,188 |
| Total Municipal Reporting Entity (excluding agency funds) | 9,296,744 | — | 22,965,604 | 24,532,702 | 7,729,646 | 3,399,656 | 11,129,302 |
| Related Municipal Entities: | | | | | | | |
| Rose Hill Recreation Commission | 562,197 | — | 522,806 | 385,087 | 699,916 | 10,593 | 710,509 |
| Other Entity: | | | | | | | |
| Rose Hill Education Foundation | 10,193 | — | 2,285 | 40 | 12,438 | — | 12,438 |
| Total Reporting Entity (excluding agency funds) | <u>\$ 9,869,134</u> | <u>\$ —</u> | <u>\$ 23,490,695</u> | <u>\$ 24,917,829</u> | <u>\$ 8,442,000</u> | <u>\$ 3,410,249</u> | <u>\$ 11,852,249</u> |

Composition of cash:

American State Bank & Trust , Rose Hill, Kansas:

| | |
|---|--------------|
| General checking now account | \$ 1,303,580 |
| Checking account – credit card clearing | 16,921 |
| Money market savings account | 7,129,830 |
| Checking account – construction | 2,594,464 |
| Section 125 Benefits | 15,932 |
| District activity account | 95,975 |
| District office petty cash account | 1,500 |
| High school petty cash account | 1,500 |
| Middle school petty cash account | 1,500 |
| Intermediate school petty cash account | 1,000 |
| Elementary school petty cash account | 1,000 |
| High school cafeteria change fund | — |
| Library change fund | 120 |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS (continued)

For the year ended June 30, 2019

Composition of cash (continued):

| | |
|--|----------------------|
| Total American State Bank & Trust | \$ 11,163,322 |
| Municipal Investment Pool | <u>1</u> |
| Total Municipal Financial Reporting Entity | 11,163,323 |
| Less Agency Funds | <u>(34,021)</u> |
| Total Municipal Financial Reporting Entity (excluding agency funds) | <u>11,129,302</u> |
| Related Municipal Entity: | |
| Rose Hill Bank, Rose Hill, Kansas: | |
| Rose Hill Recreation Commission – interest bearing checking account | 606,663 |
| Rose Hill Recreation Commission – money market savings account | 103,646 |
| Rose Hill Recreation Commission – petty cash account | <u>200</u> |
| Total Related Municipal Entity | <u>710,509</u> |
| Other Entity: | |
| Rose Hill Education Foundation – checking account | <u>12,438</u> |
| Total Reporting Entity (excluding agency funds) | <u>\$ 11,852,249</u> |

The accompanying notes are an integral
part of the financial statement.

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

NOTES TO FINANCIAL STATEMENTS

June 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting entity

Rose Hill Unified School District No. 394 (District) is a municipal corporation established in 1909 and is governed by an elected seven-member board. The District provides a full range of educational services including educational programs for grades K-12, community education programs, Special Education, Title I and Title II-A reading and math programs, professional development activities for educators, testing programs, extra-curricular activities, transportation, food services, maintenance and custodial services and general administrative services.

This financial statement presents Rose Hill Unified School District No. 394 (the municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was created to benefit the District and/or its constituents.

The Rose Hill Recreation Commission was established pursuant to Kansas Statutes to operate a system of public recreation in Rose Hill, Kansas. The District appoints two of the five members of the Recreation Commission Board. The Rose Hill Recreation Commission taxes are levied under the taxing authority of the District. These taxes are accounted for in the Recreation Commission General Fund and Recreation Commission Employee Benefit and Special Liability Fund of the District. The Rose Hill Recreation Commission may not acquire real property or issue debt without the approval of the District. In addition, any lease entered into by the Rose Hill Recreation Commission may be subject to approval by the District. The Rose Hill Recreation Commission's fiscal year end is the same as the District. Separate financial statements may be obtained by contacting the Rose Hill Recreation Commission, 400 S. Rose Hill Road, Rose Hill, Kansas 67133.

The District has also elected to disclose financial information regarding the Rose Hill Education Foundation that does not qualify as a required municipal entity, but is disclosed qualitatively for the reader of the regulatory basis financial statement. The Rose Hill Education Foundation was established January 7, 2003 as a not-for-profit corporation to function exclusively for providing financial support for preserving, maintaining and improving public school education in the Rose Hill School District. The fiscal year of the Rose Hill Education Foundation is the same as the District. Separate financial statements may be obtained by contacting the Rose Hill Education Foundation, 104 North Rose Hill Road, Rose Hill, Kansas 67133.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Regulatory basis fund types

The accounts of the District are organized and operated on the basis of funds, each of which is defined as a fiscal and accounting entity with a self-balancing set of accounts established for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. In accordance with state statutes and District resolutions, several different types of funds are used to record the District's financial transactions. For the regulatory basis financial reporting, they have been grouped and are presented in this report as follows:

General fund - used to account for all financial 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 accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Agency funds - used to account for assets held by the municipal reporting entity in a purely custodial capacity.

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 reporting the 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 statutory basis of accounting.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Budgetary information

The District is required by state statute to legally adopt annual operating budgets for the general fund, special revenue funds (unless exempted by specific statute) and the debt service fund. Specific special revenue funds exempted from legally adopted budgetary requirements include the Textbook Rental and Student Materials, Contingency Reserve, Gifts and Grants, Gate Receipts, Special Projects funds, Teacher of the Year, Memorials funds, Showalter Scholarship, Waitt Scholarship, Madrigal Scholarship, Gate Receipts and Special Projects Funds. 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
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 revenue other than ad valorem property taxes. This process requires a notice of public hearing to amend the budget to 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. During the year ended June 30, 2019, the following individual fund budgets were amended, or adjusted to the legal maximum budget:

| <u>Fund</u> | <u>Original budget</u> | <u>Amended budget</u> |
|-------------------|----------------------------|---------------------------|
| Virtual | \$ 167,797 | \$ 187,797 |
| Bond and Interest | 2,742,203 | 2,842,898 |

Kansas statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures. The General Fund and Supplemental General Fund budgets represent the legal maximum budgets for each fund as determined by the Kansas Department of Education.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

Controls over spending in funds, which are not subject to legal budgets, are controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

Cash and investments

The District maintains a cash and investment pool that is available for use by all funds. The pool has the general characteristics of demand deposit accounts, in that each fund may deposit additional cash at any time and also may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. Each fund type's portion of the pool is displayed on the financial statement.

Cash balances in all funds are considered in determining the amount to be invested except for the Teacher of the Year Fund that utilizes specific investment accounts. All other investment earnings are credited to the General Fund.

Investments are reported at fair value and cash deposits are reported at their carrying amount, which reasonably estimates fair value.

Inventories and prepaid items

Inventories and prepaid items that benefit future periods are recorded as expenditures in the year of purchase.

Compensated absences

The sick/personal leave policy of the District provides for certified personnel to earn thirteen days of leave per year with a maximum accumulation of fifty-five days. Leave days in excess of twenty days, which are designated by the employee, shall be purchased each year by the District at the rate of \$75 per day. After five years of employment with the District, upon termination any employee may be reimbursed up to forty days of accumulated leave time. In addition, all certified employees may donate up to three leave days per year to a sick leave pool. Any certified employee, after utilizing all their existing leave days, may make application for up to thirty days from the sick leave pool, provided there are sufficient days in the sick leave pool. The sick leave pool expires at the end of each fiscal year.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

All full-time classified employees of the District earn thirteen days of sick leave per year with a maximum accumulation of twenty days. Any sick leave days in excess of the maximum shall be purchased by the District at 100% of the normal pay rate for each employee. Classified personnel also earn two days of personal leave time each year. Personal leave may be accumulated to five days however; a maximum of two days may be carried to the following year. Classified employees may also participate in the sick leave pool discussed above for certified employees. All classified personnel with less than six years of service earn .833 days per month (ten days of vacation pay per year) and employees with more than five years of service earn an additional .0833 days per month for each year they are employed beyond five years to a maximum of twenty days of vacation pay per year. The maximum accumulation per year is twenty days.

Pension plan

Substantially all full-time employees are members of the State of Kansas Public Employees' Retirement System, which is a cost-sharing multi-employer state wide defined benefit pension plan. The State of Kansas is required to contribute the pension costs which are determined annually by the system's actuary. The contributions received from the State of Kansas and payments made to KPERS are accounted for in the KPERS Special Retirement Contribution Fund.

Early retirement

The District maintains a policy of paying early retirement salary to certain former employees, who qualify, for a period of five years, beginning with the first fiscal year after retirement. Early retirement is defined under the program as retirement in the year of intended retirement, where the total years of certified employment plus the age of the employee is equal to or greater than the KPERS designated value for full retirement benefits. In addition, the employee must have at least ten years of employment with the District to qualify for early retirement. A qualified retiree shall be entitled to receive for a maximum of five years \$520 per month (\$1,040 per month for retirees subsequent to June 30, 2005), or until deceased. Further, retirees shall cease to be eligible for early retirement benefits if they accept a certified staff position with the District. Sporadic daily substitute teaching is not considered regular employment. Should the funding liability for this program become financially unreasonable, the District may terminate the program, however, all retirees currently on the program shall continue on the program until the end of their program benefits.

Risk management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain commercial insurance for all risks of loss at a cost it considered to be economically justifiable. For this reason, the District joined together with other districts in the state to form the Kansas Educational Risk Management Pool, LLC (KERMP LLC), a public entity risk pool currently operating as a common risk management and insurance program for twenty-one participating members.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The District pays an annual premium to KERMP LLC for its commercial insurance coverage. The agreement to participate provides that KERMP LLC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event, depending on type of insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERMP LLC management.

Reimbursed expenditures

Expenditures in the amount of \$365,483 are classified as reimbursed expenditures in the General Fund. The purpose of these expenditures is to maintain programs which are reimbursed and are exempt from the budget law under K.S.A. 72-6430.

Reimbursed expenditures are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenditures 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 expenditure was directly tied to the amount of the original cash disbursement.

2. DEPOSITS AND INVESTMENTS

At June 30, 2019, the District had the following investments and maturities:

| <u>Investment Type</u> | <u>Fair Value</u> | <u>Carrying Value</u> | Investment Maturities (in years) <u>Less than 1</u> | <u>Rating</u> |
|----------------------------------|-------------------|-----------------------|--|---------------|
| Kansas Municipal Investment Pool | \$ 1 | \$ 1 | \$ 1 | S&P AAf/S1+ |

K.S.A. 9-1401 establishes the depositories that may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of Federal Depository Insurance (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; non-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. All investments must be insured, registered or held by the District or its agent in the District's name. The District has no investment policy that would further limit its investment choices. The rating of the District's investments is noted above.

2. DEPOSITS AND INVESTMENTS (continued)

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. The District's allocation of investments as of June 30, 2019 is as follows:

| <u>Investments</u> | <u>Percentage of Investments</u> |
|----------------------------------|----------------------------------|
| Kansas Municipal Investment Pool | 100% |

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. All deposits were legally secured at June 30, 2019. At June 30, 2019, the District's carrying amount of deposits was \$11,156,702 and the bank balances were \$10,758,655. The bank balances were held by one bank resulting in a concentration of credit risk. Of the bank balances, \$500,000 was covered by federal depository insurance and \$10,258,655 was collateralized with securities held by the pledging financial institutions' agents in the District's name. The market value of the securities pledged by the District's bank was \$14,157,198 at June 30, 2019.

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.

At June 30, 2019, the District had \$1 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas legislature. State pooled moneys may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Related municipal entity cash and deposits

The Rose Hill Recreation Commission (a related municipal entity) cash and deposits at June 30, 2019 consisted of interest bearing checking, money market savings and petty cash

2. DEPOSITS AND INVESTMENTS (continued)

accounts. At year-end, the carrying amount of the Commission's deposits was \$710,309 and the bank balances were \$709,521. The bank balances were held by one bank resulting in a concentration of credit risk. Of the bank balances, \$250,000 was covered by federal depository insurance and \$459,521 was collateralized with securities held by the pledging financial institutions' agents in the Commission's name. The market value of the securities pledged by the Commission's bank was \$585,469 at June 30, 2019.

Other entity cash and deposits

The Rose Hill Education Foundation (other entity) cash and deposits at June 30, 2019 consisted of a non-interest bearing checking account. At year-end, the carrying amount and the bank balance of the Foundation's deposits was \$12,438. The Foundation's deposits were 100% covered by federal depository insurance at June 30, 2019.

3. LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2019, 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 Refunding Bonds, Series 2011 | 2-3 | 7-1-11 | \$9,765,000 | 9-1-22 | \$ 6,745,000 | — | \$ 1,900,000 | \$ 4,845,000 | \$ 169,100 |
| General Obligation Refunding Bonds, Series 2012 | 2-2.3 | 5-1-12 | 6,575,000 | 9-1-25 | 2,930,000 | — | — | 2,930,000 | 67,390 |
| General Obligation Refunding Bonds, Series 2017 | 2.1 | 6-5-17 | 9,855,000 | 9-1-26 | 9,725,000 | — | 135,000 | 9,590,000 | 202,808 |
| General Obligation School Building Bonds, Series 2018 | 3-5.00 | 3-15-18 | 9,580,000 | 9-1-30 | 9,580,000 | — | — | 9,580,000 | 368,500 |
| Copy Machines Lease Purchase | 4.75 | 9-22-15 | 120,856 | 9-15-20 | 58,489 | — | 25,109 | 33,380 | 2,583 |
| Copy Machines Lease Purchase | | 12-21-15 | 80,464 | 1-15-21 | 44,564 | — | 16,439 | 28,124 | 2,223 |
| Apple Computers Lease Purchase | | 4-24-17 | 648,600 | 7-5-20 | <u>324,857</u> | <u>—</u> | <u>161,709</u> | <u>163,148</u> | <u>2,891</u> |
| Total contractual indebtedness | | | | | 29,407,910 | — | 2,238,257 | 27,169,652 | 815,495 |
| Early Retirement | | | | | 524,160 | 112,320 | 174,720 | 461,760 | — |
| Compensated absences | | | | | <u>566,402</u> | <u>432,065</u> | <u>409,309</u> | <u>589,159</u> | <u>—</u> |
| Total long-term debt | | | | | <u>\$30,498,472</u> | <u>\$ 544,385</u> | <u>\$ 2,822,286</u> | <u>\$28,220,571</u> | <u>\$ 815,495</u> |

3. LONG-TERM DEBT (continued)

General obligation bonds

The District issued in the principal amount \$9,765,000 of General Obligation Refunding Bonds, Series 2011, dated July 1, 2011 to advance refund \$7,770,000 of Series 2004 Bonds and \$1,120,000 of Series 2002 Bonds on September 1, 2014. The Series 2011 Refunding Bonds maturing in the years 2019 and thereafter may be called for redemption and payment prior to their stated maturity on September 1, 2018 as a whole or in part as determined by the issuers at any time, at their par value plus accrued interest to the redemption date.

On May 1, 2012 the Board of Education issued in the principal amount \$6,575,000 of General Obligation Refunding Bonds, Series 2012, to advance refund \$6,105,000 of Series 2004 Bonds on September 1, 2014. At the option of the District, the Series 2012 Refunding Bonds maturing on September 1, 2024 will be subject to redemption and payment prior to their stated maturity on September 1, 2018 and thereafter, as a whole or in part at any time, at their par value plus accrued interest to the redemption date.

On June 5, 2017 the Board of Education issued in the principal amount \$9,855,000 of General Obligation Refunding Bonds, Series 2017, to advance refund \$9,505,000 of Series 2007 Bonds on September 1, 2017. At the option of the District, the Series 2017 Refunding Bonds maturing on September 1, 2026 will be subject to redemption and payment prior to their stated maturity on September 1, 2024 and thereafter, as a whole or in part at any time, at their par value plus accrued interest to the redemption date.

On March 15, 2018 the Board of Education issued in the principal amount \$9,580,000 of General Obligation School Building Bonds, Series 2018, to pay the costs to:

- (a) construct, equip and furnish an addition to the existing Rose Hill Primary/Intermediate School Building to create additional space for Early Childhood and Preschool education programs;
- (b) construct, equip and furnish an addition to the existing Rose Hill High School to create additional classroom space for the District's Academy education program;
- (c) acquire and install equipment for enhanced security entrances at existing District attendance centers;
- (d) make renovations and improvements to Rose Hill Middle School including renovation of locker rooms and showers, and replacement of flooring at the Multipurpose facility;

3. LONG-TERM DEBT (continued)

- (e) make improvements to District buildings including replacement of rooftop HVAC units, upgrades to the high school intercom system, replacement of lockers at Rose Hill High School, acquisition of cameras for enhanced building security, replacement of lighting in District parking lots, and acquisition of property currently financed by an Energy Efficiency Lease Purchase Agreement;
- (f) make needed improvements to District parking lots, drives and roads;
- (g) make all other necessary improvements appurtenant thereto;
- (h) pay the costs of issuance and interest on said general obligation bonds of the District during construction of the projects.

Remaining debt service requirements for general obligation bonds will be paid from the Bond and Interest Fund with future property tax revenues and state financial assistance.

The annual debt service requirements for the outstanding general obligation bonds at June 30, 2019 is as follows:

| Year | Series 2011 | | | Series 2012 | | | Series 2017 | | |
|------|--------------------|-------------------|---------------------|--------------------|-------------------|---------------------|---------------------|-------------------|---------------------|
| | Principal | Interest | Total | Principal | Interest | Total | Principal | Interest | Total |
| 2020 | \$2,020,000 | \$ 115,050 | \$ 2,135,050 | \$ — | \$ 67,390 | \$ 67,390 | \$ 135,000 | \$ 199,973 | \$ 334,973 |
| 2021 | 2,160,000 | 52,350 | 2,212,350 | — | 67,390 | 67,390 | 120,000 | 197,295 | 317,295 |
| 2022 | 665,000 | 9,975 | 674,975 | — | 67,390 | 67,390 | 1,765,000 | 177,502 | 1,942,502 |
| 2023 | — | — | — | — | 67,390 | 67,390 | 2,580,000 | 131,880 | 2,711,880 |
| 2024 | — | — | — | — | 67,390 | 67,390 | 2,735,000 | 76,072 | 2,811,072 |
| 2025 | — | — | — | 2,930,000 | 33,695 | 2,963,695 | — | 47,355 | 47,355 |
| 2026 | — | — | — | — | — | — | 2,255,000 | 23,677 | 2,278,677 |
| | <u>\$4,845,000</u> | <u>\$ 177,375</u> | <u>\$ 5,022,375</u> | <u>\$2,930,000</u> | <u>\$ 370,645</u> | <u>\$ 3,300,645</u> | <u>\$ 9,590,000</u> | <u>\$ 853,754</u> | <u>\$10,443,754</u> |

| Series 2018 | | | | Totals | | | |
|-------------|--------------------|---------------------|---------------------|--------|---------------------|---------------------|----------------------|
| Year | Principal | Interest | Total | Year | Principal | Interest | Total |
| 2020 | \$ — | \$ 368,500 | \$ 368,500 | 2020 | \$ 2,155,000 | \$ 750,913 | \$ 2,905,913 |
| 2021 | — | 368,500 | 368,500 | 2021 | 2,280,000 | 685,535 | 2,965,535 |
| 2022 | — | 368,500 | 368,500 | 2022 | 2,430,000 | 623,367 | 3,053,367 |
| 2023 | — | 368,500 | 368,500 | 2023 | 2,580,000 | 567,770 | 3,147,770 |
| 2024 | — | 368,500 | 368,500 | 2024 | 2,735,000 | 511,962 | 3,246,962 |
| 2025 | — | 368,500 | 368,500 | 2025 | 2,930,000 | 449,550 | 3,379,550 |
| 2026 | 200,000 | 363,500 | 563,500 | 2026 | 2,455,000 | 387,178 | 2,842,178 |
| 2027 | 1,340,000 | 325,000 | 1,665,000 | 2027 | 1,340,000 | 325,000 | 1,665,000 |
| 2028 | 1,470,000 | 254,750 | 1,724,750 | 2028 | 1,470,000 | 254,750 | 1,724,750 |
| 2029 | 2,090,000 | 176,200 | 2,266,200 | 2029 | 2,090,000 | 176,200 | 2,266,200 |
| 2030 | 2,200,000 | 101,400 | 2,301,400 | 2030 | 2,200,000 | 101,400 | 2,301,400 |
| 2031 | <u>2,280,000</u> | <u>34,200</u> | <u>2,314,200</u> | 2031 | <u>2,280,000</u> | <u>34,200</u> | <u>2,314,200</u> |
| | <u>\$9,580,000</u> | <u>\$ 3,466,050</u> | <u>\$13,046,050</u> | | <u>\$26,945,000</u> | <u>\$ 4,867,825</u> | <u>\$ 31,812,825</u> |

3. LONG-TERM DEBT (continued)

Capital lease obligations

During the year ended June 30, 2016, the Board of Education entered into two lease-purchase agreements with a vendor for the purchase of copying machines. The agreements provide for monthly payments, including interest, of \$3,248 through September 2020 and monthly payments, including interest, of \$2,171 through January 2021.

During the year ended June 30, 2017, the Board of Education entered into a lease-purchase agreement with a vendor for the purchase of computers. The agreement provides for annual payments, including interest, of \$164,600 through July 2020.

The annual requirements to amortize the capital lease obligations outstanding at June 30, 2019, including interest, is as follows:

| Year ending <u>June 30,</u> | <u>Copy Machines</u> | <u>Apple Computers</u> | <u>Total</u> |
|--|--------------------------|----------------------------|-------------------|
| 2020 | \$ 65,028 | \$ 164,600 | \$ 229,628 |
| 2021 | <u>24,939</u> | <u>—</u> | <u>24,939</u> |
| Total minimum lease payments | 89,967 | 164,600 | 254,567 |
| Less amounts representing interest | (2,658) | (1,452) | (4,110) |
| Less amounts representing Maintenance | <u>(25,805)</u> | <u>—</u> | <u>(25,805)</u> |
| Present value of net minimum lease payments | <u>\$ 61,504</u> | <u>\$ 163,148</u> | <u>\$ 224,652</u> |

Early retirement plan

The District maintains a policy of paying early retirement salary to certain former employees, who qualify, for a period from the early retirement date until age 65. The District's scheduled payments for those former employees electing early retirement as of June 30, 2019 is as follows:

3. LONG-TERM DEBT (continued)

| <u>Year Ending June 30,</u> | <u>Amount</u> |
|---------------------------------|-------------------|
| 2020 | \$ 174,720 |
| 2021 | 137,280 |
| 2022 | 74,880 |
| 2023 | 49,920 |
| 2024 | <u>24,960</u> |
| | <u>\$ 461,760</u> |

Arbitrage liability

In 1986, Federal law changed making it illegal for an entity to issue tax-exempt debt, reinvest those proceeds in a tax-deductible instrument and make an arbitrage profit on the differential in interest rates. A calculation was created which established the methodology for determining if the tax-exempt debt proceeds were invested to yield a profit. If a profit exists, all of that profit must be rebated to the U.S. Treasury. Payments are due every five years and on final redemption date or maturity of the bond issue.

The District has issued bonds since the implementation of the Federal law and such bonds are subject to arbitrage regulations. At June 30, 2019, the District does not have an outstanding liability for arbitrage earnings.

Continuing disclosure requirements

The Securities and Exchange Commission of the United States has adopted Rule 15c2-12 (the Rule) in order to regulate and improve the market for securities (generally Bonds) issued by state and local governmental bodies (Governmental Issuers). The Rule directly regulates only bond underwriters (the parties that purchase bonds with a view of reselling them), but indirectly requires persons committed to support payment of Bonds (Obligated Persons) to make continuing disclosure. The Rule requires that an underwriter, prior to purchasing or selling Bonds in connection with a covered Bond offering, determine that the Governmental Issuer, has undertaken in writing to provide every nationally recognized municipal securities information repository and to the appropriate State information depository, if any, the following:

- By a specified date, annual financial and operating information for the Governmental Issuer for whom financial information or operating data is presented in the official statement (an Annual Information Filing);
- When and if available, audited financial statements for Obligated Persons (Audits);

3. LONG-TERM DEBT (continued)

- In a timely manner, notice of the occurrence of one of eleven material events (a Material Event Filing); and
- In a timely manner, notice of a failure of any person required to provide the Annual Information Filing referred to above, on or before the date specified in the continuing disclosure agreement (Notice of Failure).

The specific continuing disclosure obligations required is set forth in the District's "continuing disclosure instructions" included with its Bond issuance documents. Those documents require the District to provide the Annual Information Filing within 180 days after the end of the District's fiscal year. The District is in compliance with the continuing disclosure requirements at February 28, 2019.

4. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$609,272 subsequent to June 30, 2019 and as required by K.S.A. 72-6417 and 72-6434 and the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2019.

5. INTERFUND TRANSFERS

A summary of interfund transfers by fund for the year ended June 30, 2019 is as follows:

| <u>From</u> | <u>To</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|----------------------|--------------------------|--------------------------------|---------------------|
| General | Special Education | K.S.A. 72-6428 | \$ 1,392,546 |
| General | Four Year Old At-Risk | K.S.A. 72-6428 | 10,000 |
| General | At-Risk | K.S.A. 72-6428 | 400,000 |
| General | Bilingual Education | K.S.A. 72-6428 | 25,000 |
| Supplemental General | Virtual Education | K.S.A. 72-6433 | 172,925 |
| Supplemental General | Professional Development | K.S.A. 72-6433 | 536 |
| Supplemental General | Vocational Education | K.S.A. 72-6433 | 320,479 |
| Supplemental General | Bilingual Education | K.S.A. 72-6433 | 44,282 |
| Supplemental General | Parent Education | K.S.A. 72-6433 | 13,180 |
| Supplemental General | Special Education | K.S.A. 72-6433 | 381,445 |
| Supplemental General | At-Risk | K.S.A. 72-6433 | 509,356 |
| Supplemental General | Four Year Old At-Risk | K.S.A. 72-6433 | <u>45,648</u> |
| | | | <u>\$ 3,315,397</u> |

6. PENSION PLAN

Plan description

The District participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. KPERS provides retirement benefits, life insurance, disability income benefits and death benefits. 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 at www.kpers.org or by writing to KPERS, 611 S. Kansas Avenue, Suite 100, Topeka, Kansas 66603 or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member 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.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 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.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by \$194,022,683 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.

6. PENSION PLAN (continued)

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 \$886,366 for the year ended June 30, 2019.

Net Pension Liability

At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$11,594,868. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2019. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the 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 publically available on the website at www.kpers.org or can be obtained as described above.

7. OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the District is required to allow retirees to participate in its group health insurance plan. While each retiree is required to pay the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in the accompanying financial statement and management believes any impact on the financial statement is not significant.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and their eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid entirely by the insured and there is no cost to the District under this program.

8. TERMINATION BENEFITS

The District provides an early retirement program for certain eligible employees as discussed at Notes 1 and 3. Those eligible under this program may receive benefits from the early retirement election date up to age 65, for retirees prior to July 1, 2006, and for up to five years for retirees subsequent to July 1, 2006. Payments to retired employees under this plan were \$174,720 for the year ended June 30, 2019.

9. COMMITMENTS AND CONTINGENCIES

At June 30, 2019, the District had outstanding commitments of \$2,724,256 including technology purchases of \$14,350, facility improvements of \$2,482,925, athletic supplies of \$10,641 and paper supplies of \$19,900.

10. SUBSEQUENT EVENTS

Subsequent events have been evaluated by management through June 17, 2020, which is the date the financial statements were available to be issued.

The COVID-19 coronavirus pandemic has created economic uncertainties that may negatively impact the City's financial position. The ultimate impact of the ongoing pandemic on the City's financial position is unknown at this time.

REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET – REGULATORY BASIS
(BUDGETED FUNDS ONLY)

For the year ended June 30, 2019

| | Certified Budget | Adjustment to Comply with Legal Maximum | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance - Favorable (Unfavorable) |
|--------------------------------|---------------------|---|--|-----------------------------------|---|--|
| General Fund | \$ 9,863,429 | \$ (448,829) | \$ 365,483 | \$ 9,780,083 | \$ 9,780,083 | \$ – |
| Special Purpose Funds: | | | | | | |
| Supplemental General | 3,408,868 | (97,352) | – | 3,311,516 | 3,197,257 | 114,259 |
| Four Year Old At-Risk | 96,000 | – | – | 96,000 | 65,648 | 30,352 |
| At-Risk | 1,056,479 | – | – | 1,056,479 | 1,009,356 | 47,123 |
| 23 Bilingual Education | 97,500 | – | – | 97,500 | 79,282 | 18,218 |
| Virtual Education | 187,797 | – | – | 187,797 | 181,705 | 6,092 |
| Capital Outlay | 3,005,392 | – | – | 3,005,392 | 887,015 | 2,118,377 |
| Driver Training | 50,000 | – | – | 50,000 | 25,604 | 24,396 |
| Extraordinary School | 3,500 | – | – | 3,500 | 1,101 | 2,399 |
| Food Service | 714,000 | – | – | 714,000 | 544,604 | 169,396 |
| Professional Development | 12,500 | – | – | 12,500 | 753 | 11,747 |
| Parent Education | 63,564 | – | – | 63,564 | 56,728 | 6,836 |
| Special Education | 2,070,810 | – | – | 2,070,810 | 1,984,944 | 85,866 |
| Vocational Education | 439,000 | – | – | 439,000 | 355,858 | 83,142 |
| KPERS Special Retirement | | | | | | |
| Contribution | 1,365,495 | – | – | 1,365,495 | 886,366 | 479,129 |
| Recreation Commission General | 323,900 | – | – | 323,900 | 323,900 | – |
| Recreation Commission Employee | | | | | | |
| Benefit and Special Liability | 75,000 | – | – | 75,000 | 75,000 | – |
| Federal Funds | 175,583 | – | – | 175,583 | 175,583 | – |
| Bond and Interest | 2,842,898 | – | – | 2,842,898 | 2,842,798 | 100 |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

GENERAL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET– REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavorable) |
|--|---------------------|-----------|--------------|--|
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Mineral tax | \$ 27 | \$ 11 | \$ – | \$ 11 |
| General state aid | 7,886,913 | 8,022,043 | 8,292,619 | (270,576) |
| Special Education state aid | 1,296,666 | 1,392,546 | 1,570,810 | (178,264) |
| KPERS state aid | – | – | – | – |
| Other receipts | – | – | – | – |
| Reimbursed expenditures | 341,811 | 365,483 | – | 365,483 |
| Total cash receipts | 9,525,417 | 9,780,083 | \$ 9,863,429 | \$ (83,346) |
| Expenditures and transfers: | | | | |
| Instruction | 4,921,729 | 5,045,762 | \$ 4,974,863 | \$ (70,899) |
| Student support services | 659,478 | 521,923 | 660,070 | 138,147 |
| Instructional support services | 421,104 | 437,299 | 424,385 | (12,914) |
| General administration | 169,135 | 136,834 | 161,220 | 24,386 |
| School administration | 849,286 | 881,914 | 837,850 | (44,064) |
| Operations and maintenance | 657,170 | 718,466 | 667,400 | (51,066) |
| Student transportation services | 4,506 | 5,744 | 4,500 | (1,244) |
| Other supplemental services | 34,115 | 204,595 | – | (204,595) |
| Transfers out | 1,808,894 | 1,827,546 | 2,133,141 | 305,595 |
| Adjustment to comply with legal maximum budget | – | – | (448,829) | (448,829) |
| Total General Fund legal expenditures | 9,525,417 | 9,780,083 | 9,414,600 | (365,483) |
| Adjustment for qualifying budget credits | – | – | 365,483 | 365,483 |
| Total expenditures and transfers | 9,525,417 | 9,780,083 | \$ 9,780,083 | \$ – |
| Cash receipts and transfers over (under) expenditures | – | – | | |
| Unencumbered cash balance, beginning of year | – | – | | |
| Unencumbered cash balance, end of year | \$ – | \$ – | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|------------|--------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | \$ 979,436 | \$ 947,147 | \$ 999,724 | \$ (52,577) |
| Delinquent tax | 24,717 | 21,278 | 8,977 | 12,301 |
| Motor vehicle and 16/20 truck tax | 172,852 | 140,612 | 157,483 | (16,871) |
| In lieu of tax | 170 | 167 | – | 167 |
| Recreational vehicle tax | 3,385 | 26,224 | 3,383 | 22,841 |
| Commercial vehicle tax | 2,078 | 1,529 | 1,630 | (101) |
| State Aid | 2,144,157 | 2,146,856 | 2,209,969 | (63,113) |
| Total cash receipts | 3,326,795 | 3,283,813 | \$ 3,381,166 | \$ (97,353) |
| Expenditures: | | | | |
| Instruction | 210,835 | 183,231 | \$ 209,500 | \$ 26,269 |
| Student support services | 32,253 | 24,000 | 32,250 | 8,250 |
| Instructional support staff | 39,883 | 15,214 | 36,000 | 20,786 |
| General administration | 80,329 | 103,281 | 61,900 | (41,381) |
| School administration | 31,232 | 28,387 | 34,000 | 5,613 |
| Operations and maintenance | 856,176 | 771,295 | 908,000 | 136,705 |
| Student transportation | 294,137 | 296,582 | 351,520 | 54,938 |
| Other supplemental services | 275,118 | 280,917 | 945,550 | 664,633 |
| Community services | 6,943 | 6,500 | 7,500 | 1,000 |
| Transfers out | 1,475,727 | 1,487,850 | 822,648 | (665,202) |
| Adjustments to comply with legal maximum budget | | | (97,352) | (97,352) |
| Total expenditures | 3,302,633 | 3,197,257 | \$ 3,311,516 | \$ 114,259 |
| Cash receipts over expenditures | 24,162 | 86,556 | | |
| Unencumbered cash, beginning of year | 75,232 | 99,394 | | |
| Unencumbered cash, end of year | \$ 99,394 | \$ 185,950 | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FOUR YEAR OLD AT-RISK FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|------------------|------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Transfers in | \$ 76,170 | \$ 55,648 | <u>\$ 76,000</u> | <u>\$ (20,352)</u> |
| Expenditures: | | | | |
| Instruction | <u>81,170</u> | <u>65,648</u> | <u>\$ 96,000</u> | <u>\$ 30,352</u> |
| Cash receipts and transfers over (under) expenditures | (5,000) | (10,000) | | |
| Unencumbered cash balance, beginning of year | <u>25,000</u> | <u>20,000</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 20,000</u> | <u>\$ 10,000</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

AT-RISK FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|-------------------|---------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Transfers in | \$ 951,800 | \$ 909,356 | <u>\$ 856,479</u> | <u>\$ 52,877</u> |
| Expenditures: | | | | |
| Instruction | <u>951,800</u> | <u>1,009,356</u> | <u>\$ 1,056,479</u> | <u>\$ 47,123</u> |
| Cash receipts and transfers over (under) expenditures | – | (100,000) | | |
| Unencumbered cash balance, beginning of year | <u>200,000</u> | <u>200,000</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 200,000</u> | <u>\$ 100,000</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

BILINGUAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|------------------|------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Transfers in | \$ 71,529 | \$ 69,282 | <u>\$ 77,500</u> | <u>\$ (8,218)</u> |
| Expenditures: | | | | |
| Instruction | <u>76,529</u> | <u>79,282</u> | <u>\$ 97,500</u> | <u>\$ 18,218</u> |
| Expenditures over cash receipts and transfers | (5,000) | (10,000) | | |
| Unencumbered cash balance, beginning of year | <u>25,000</u> | <u>20,000</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 20,000</u> | <u>\$ 10,000</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

VIRTUAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|------------------|-------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Transfers in | \$ 51,927 | \$ 172,925 | <u>\$ 140,000</u> | <u>\$ 32,925</u> |
| Expenditures: | | | | |
| Instruction | <u>49,130</u> | <u>181,705</u> | <u>\$ 187,797</u> | <u>\$ 6,092</u> |
| Cash receipts and transfers over (under) expenditures | 2,797 | (8,780) | | |
| Unencumbered cash balance, beginning of year | <u>25,000</u> | <u>27,797</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 27,797</u> | <u>\$ 19,017</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CAPITAL OUTLAY FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS**

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|---|---------------------|--------------|--------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | \$ 538,836 | \$ 566,616 | \$ 566,710 | \$ (94) |
| Motor vehicle and 16/20M truck tax | 84,761 | 76,319 | 85,449 | (9,130) |
| Recreational vehicle tax | 1,937 | 14,140 | 1,836 | 12,304 |
| Commercial vehicle tax | 1,111 | 841 | 884 | (43) |
| In lieu of tax | 94 | 91 | – | 91 |
| Delinquent tax | 11,097 | 11,469 | 4,940 | 6,529 |
| State aid | 314,843 | 336,574 | 338,441 | (1,867) |
| Interest | 10,636 | 40,868 | 10,000 | 30,868 |
| Miscellaneous | 208,820 | 25,579 | – | 25,579 |
| Total cash receipts and transfers | 1,172,135 | 1,072,497 | \$ 1,008,260 | \$ 64,237 |
| Expenditures: | | | | |
| Instruction | 207,116 | 227,805 | \$ 550,000 | \$ 322,195 |
| General administration | 38,333 | – | 200,000 | 200,000 |
| Operations and maintenance | 15,500 | 13,008 | 1,305,392 | 1,292,384 |
| Facilities acquisition and construction services | 318,670 | 646,202 | 950,000 | 303,798 |
| Debt service | – | – | – | – |
| Total expenditures | 579,619 | 887,015 | \$ 3,005,392 | \$ 2,118,377 |
| Cash receipts and transfers over expenditures | 592,516 | 185,482 | | |
| Unencumbered cash balance, beginning of year | 1,404,616 | 1,997,132 | | |
| Unencumbered cash balance, end of year | \$ 1,997,132 | \$ 2,182,614 | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

DRIVER TRAINING FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|---|---------------------|------------------|------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Fees | \$ 16,380 | \$ 15,822 | \$ 16,000 | \$ (178) |
| State aid | 9,344 | 9,996 | 9,360 | 636 |
| Total cash receipts | <u>25,724</u> | <u>25,818</u> | <u>\$ 25,360</u> | <u>\$ 458</u> |
| Expenditures: | | | | |
| Instruction | 18,038 | 23,994 | \$ 44,750 | \$ 20,756 |
| Instructional support staff | 120 | 60 | 250 | 190 |
| Operations and maintenance | <u>2,143</u> | <u>1,550</u> | <u>5,000</u> | <u>3,450</u> |
| Total expenditures | <u>20,301</u> | <u>25,604</u> | <u>\$ 50,000</u> | <u>\$ 24,396</u> |
| Cash receipts over expenditures | 5,423 | 214 | | |
| Unencumbered cash balance, beginning of year | <u>48,580</u> | <u>54,003</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 54,003</u> | <u>\$ 54,217</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

EXTRAORDINARY SCHOOL FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|---|---------------------|-----------------|-----------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Fees | \$ 1,060 | \$ 1,100 | <u>\$ 1,500</u> | <u>\$ (400)</u> |
| Expenditures: | | | | |
| Instruction | <u>941</u> | <u>1,101</u> | <u>\$ 3,500</u> | <u>\$ 2,399</u> |
| Cash receipts over (under) expenditures | 119 | (1) | | |
| Unencumbered cash balance, beginning of year | <u>3,642</u> | <u>3,761</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 3,761</u> | <u>\$ 3,760</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FOOD SERVICE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|---|---------------------|------------|------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Charges for services | \$ 251,634 | \$ 272,189 | \$ 224,014 | \$ 48,175 |
| Federal and state aid | 273,933 | 261,730 | 303,080 | (41,350) |
| Miscellaneous | 11,671 | 7,028 | – | 7,028 |
| Total cash receipts | 537,238 | 540,947 | \$ 527,094 | \$ 13,853 |
| Expenditures: | | | | |
| Operations and Maintenance | 7,016 | 6,831 | \$ 10,000 | \$ 3,169 |
| Food service | 517,729 | 537,773 | 704,000 | 166,227 |
| Total expenditures | 524,745 | 544,604 | \$ 714,000 | \$ 169,396 |
| Cash receipts over (under) expenditures | 12,493 | (3,657) | | |
| Unencumbered cash balance, beginning of year | 174,719 | 187,212 | | |
| Unencumbered cash balance, end of year | \$ 187,212 | \$ 183,555 | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REULGATORY BASIS

| | Year ended June 30, | | | |
|---|---------------------|--------------------|--------------------|---|
| | 2019 | | | Variance favorable (unfavor- able) |
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Transfers in | \$ – | \$ 536 | \$ 2,500 | \$ (1,964) |
| Miscellaneous | – | 217 | – | 217 |
| Total cash receipts | – | 753 | <u> 2,500</u> | <u> (1,747)</u> |
| Expenditures and transfers: | | | | |
| Instructional support services | – | 753 | <u> 12,500</u> | <u> 11,747</u> |
| Cash receipts over expenditures | – | – | | |
| Unencumbered cash balance, beginning of year | <u> 10,000</u> | <u> 10,000</u> | | |
| Unencumbered cash balance, end of year | <u> 10,000</u> | <u> 10,000</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

PARENT EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|-----------|-----------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| State aid | \$ 35,850 | \$ 33,548 | \$ 33,564 | \$ (16) |
| Transfers in | 11,218 | 13,180 | 10,000 | 3,180 |
| Total cash receipts and transfers | 47,068 | 46,728 | \$ 43,564 | \$ 3,164 |
| Expenditures: | | | | |
| Student support services | 47,828 | 52,652 | \$ 56,064 | \$ 3,412 |
| Instructional support staff | 4,240 | 4,076 | 7,500 | 3,424 |
| Total expenditures | 52,068 | 56,728 | \$ 63,564 | \$ 6,836 |
| Expenditures over cash receipts and transfers | (5,000) | (10,000) | | |
| Unencumbered cash balance, beginning of year | 25,000 | 20,000 | | |
| Unencumbered cash balance, end of year | \$ 20,000 | \$ 10,000 | | |

**ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394
SPECIAL EDUCATION FUND**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS**

| | Year ended June 30, | | | |
|--|---------------------|-------------------|---------------------|--------------------|
| | 2019 | | | Variance |
| | 2018 | | | favorable |
| | Actual | Actual | Budget | (unfavor- able) |
| Cash receipts and transfers: | | | | |
| Miscellaneous | \$ 11,572 | \$ 10,953 | \$ – | \$ 10,953 |
| Federal grants | 7,945 | – | – | – |
| Transfers in | <u>1,798,089</u> | <u>1,773,991</u> | <u>1,570,810</u> | <u>203,181</u> |
| Total cash receipts and transfers | <u>1,817,606</u> | <u>1,784,944</u> | <u>\$ 1,570,810</u> | <u>\$ 214,134</u> |
| Expenditures: | | | | |
| Instruction | 1,619,783 | 1,747,007 | \$ 1,870,159 | \$ 123,152 |
| Student support services | 20,413 | 26,039 | 20,000 | (6,039) |
| Student transportation services | <u>157,410</u> | <u>211,898</u> | <u>180,651</u> | <u>(31,247)</u> |
| Total expenditures | <u>1,797,606</u> | <u>1,984,944</u> | <u>\$ 2,070,810</u> | <u>\$ 85,866</u> |
| Cash receipts and transfers over (under) expenditures | 20,000 | (200,000) | | |
| Unencumbered cash balance, beginning of year | <u>480,000</u> | <u>500,000</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 500,000</u> | <u>\$ 300,000</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

VOCATIONAL EDUCATION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|--|---------------------|-------------------|-------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts and transfers: | | | | |
| Federal grants | \$ 7,937 | \$ 7,578 | \$ 10,000 | \$ (2,422) |
| Yearbook/Student Fees | 3,776 | 2,801 | 4,000 | (1,199) |
| Transfers in | <u>323,888</u> | <u>320,479</u> | <u>225,000</u> | <u>95,479</u> |
| Total cash receipts and transfers | <u>335,601</u> | <u>330,858</u> | <u>\$ 239,000</u> | <u>\$ 91,858</u> |
| Expenditures: | | | | |
| Instruction | 335,217 | 355,733 | \$ 439,000 | \$ 83,267 |
| Instructional support services | <u>687</u> | <u>125</u> | <u>–</u> | <u>(125)</u> |
| Total expenditures | <u>335,904</u> | <u>355,858</u> | <u>\$ 439,000</u> | <u>\$ 83,142</u> |
| Expenditures over cash receipts and transfers | (303) | (25,000) | | |
| Unencumbered cash balance, beginning of year | <u>200,303</u> | <u>200,000</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 200,000</u> | <u>\$ 175,000</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
- ACTUAL AND BUDGET - REGULATORY BASIS

| | Year ended June 30, | | | |
|---|---------------------|------------|--------------|---------------|
| | 2019 | | | Variance |
| | 2018 | Actual | Budget | favorable |
| | Actual | | | (unfavorable) |
| Cash receipts: | | | | |
| KPERS state aid | \$ 1,023,993 | \$ 886,366 | \$ 1,365,495 | \$ (479,129) |
| Expenditures: | | | | |
| Instruction | 651,627 | 560,199 | \$ 863,017 | \$ 302,818 |
| Student Support | 67,768 | 60,271 | 92,851 | 32,580 |
| Instructional Support | 42,153 | 31,727 | 48,877 | 17,150 |
| General Administration | 23,526 | 27,089 | 41,732 | 14,643 |
| School Administration | 82,725 | 72,758 | 112,087 | 39,329 |
| Other Support Services | 24,996 | 23,212 | 35,760 | 12,548 |
| Operations & Maintenance | 66,004 | 58,908 | 90,751 | 31,843 |
| Student Transportation | 35,555 | 27,236 | 41,959 | 14,723 |
| Food Service | 29,639 | 24,966 | 38,461 | 13,495 |
| Total expenditures | 1,023,993 | 886,366 | \$ 1,365,495 | \$ 479,129 |
| Cash receipts over expenditures | - | - | | |
| Unencumbered cash balance, beginning of year | - | - | | |
| Unencumbered cash balance, end of year | \$ - | \$ - | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

RECREATION COMMISSION FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | |
|---|---------------------|------------|------------|--------------------|
| | 2019 | | | Variance |
| | 2018 | | | favorable |
| | Actual | Actual | Budget | (unfavor- able) |
| Cash receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | \$ 260,013 | \$ 271,315 | \$ 271,368 | \$ (53) |
| Delinquent tax | 5,896 | 5,544 | 2,385 | 3,159 |
| Motor vehicle and 16/20M truck tax | 40,582 | 42,550 | 41,027 | 1,523 |
| Recreational vehicle tax | 927 | 862 | 882 | (20) |
| Commercial vehicle tax | 532 | 406 | 425 | (19) |
| In lieu of tax | 46 | 43 | — | 43 |
| Total cash receipts | 307,996 | 320,720 | \$ 316,087 | \$ 4,633 |
| Expenditures: | | | | |
| Community service | 317,000 | 323,900 | \$ 323,900 | \$ — |
| Expenditures over cash receipts | (9,004) | (3,180) | | |
| Unencumbered cash balance, beginning of year | 18,929 | 9,925 | | |
| Unencumbered cash balance, end of year | \$ 9,925 | \$ 6,745 | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

**RECREATION COMMISSION EMPLOYEE BENEFIT
AND SPECIAL LIABILITY FUND**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS**

| | Year ended June 30, | | | |
|---|---------------------|-----------------|------------------|---|
| | 2019 | | | Variance favorable (unfavor- able) |
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | \$ 64,088 | \$ 64,039 | \$ 64,019 | \$ 20 |
| Delinquent tax | 1,160 | 1,193 | 591 | 602 |
| Motor vehicle and 16/20M truck tax | 6,973 | 8,562 | 8,337 | 225 |
| Recreational vehicle tax | 159 | 170 | 179 | (9) |
| Commercial vehicle tax | 96 | 99 | 87 | 12 |
| In lieu of tax | 12 | 10 | – | 10 |
| Total cash receipts | 72,488 | 74,073 | <u>\$ 73,213</u> | <u>\$ 860</u> |
| Expenditures: | | | | |
| Community service | <u>73,500</u> | <u>75,000</u> | <u>\$ 75,000</u> | <u>\$ –</u> |
| Cash receipts over (under) expenditures | (1,012) | (927) | | |
| Unencumbered cash balance, beginning of year | <u>3,018</u> | <u>2,006</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 2,006</u> | <u>\$ 1,079</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

FEDERAL FUNDS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|---|---------------------|------------|------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Taxes and shared revenues: | | | | |
| Title I | \$ 128,651 | \$ 127,777 | \$ 127,777 | \$ – |
| Title II-A | 35,780 | 32,368 | 32,368 | – |
| Title IV | 3,847 | 15,438 | 15,438 | – |
| Total cash receipts | 168,278 | 175,583 | \$ 175,583 | \$ – |
| Expenditures: | | | | |
| Instruction | 129,234 | 138,432 | \$ 139,900 | \$ 1,468 |
| Student support services | 2,098 | 900 | – | (900) |
| Instructional support staff | 36,946 | 36,251 | 35,683 | (568) |
| Total expenditures | 168,278 | 175,583 | \$ 175,583 | \$ – |
| Cash receipts over expenditures | – | – | | |
| Unencumbered cash balance, beginning of year | – | – | | |
| Unencumbered cash balance, end of year | \$ – | \$ – | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394
TEXTBOOK RENTAL AND STUDENT MATERIALS FUND
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|---|--------------------------|--------------------------|
| | 2019 | 2018 |
| Cash receipts and transfers: | | |
| Rental fees and sales | \$ 144,527 | \$ 159,548 |
| Transfers in | <u> —</u> | <u> —</u> |
| Total receipts and transfers in | <u>144,527</u> | <u>159,548</u> |
| Expenditures: | | |
| Instruction | 139,529 | 25,649 |
| Instructional support services | <u>42,883</u> | <u>46,722</u> |
| Total expenditures | <u>182,412</u> | <u>72,371</u> |
| Cash receipts and transfers over (under) expenditures | (37,885) | 87,177 |
| Unencumbered cash balance, beginning of year | <u>451,563</u> | <u>364,386</u> |
| Unencumbered cash balance, end of year | <u><u>\$ 413,678</u></u> | <u><u>\$ 451,563</u></u> |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CONTINGENCY RESERVE FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|---|---------------------|-------------------|
| | 2019 | 2018 |
| Cash receipts and transfers: | | |
| Transfers in | \$ – | \$ – |
| Expenditures: | | |
| Transfers out | – | – |
| Cash receipts and transfers over expenditures | – | – |
| Unencumbered cash balance, beginning of year | 959,981 | 959,981 |
| Unencumbered cash balance, end of year | <u>\$ 959,981</u> | <u>\$ 959,981</u> |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

GIFTS AND GRANTS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|--|---------------------|-----------|
| | 2019 | 2018 |
| Cash receipts: | | |
| Gifts and grants | \$ 52,799 | \$ 24,839 |
| Expenditures: | | |
| Instruction | 54,800 | 33,515 |
| Instructional support services | 539 | 5,391 |
| Transportation | 834 | 10 |
| Total expenditures | 56,173 | 38,916 |
| Expenditures over cash receipts | (3,374) | (14,077) |
| Unencumbered cash balance, beginning of year | 60,015 | 74,092 |
| Unencumbered cash balance, end of year | \$ 56,641 | \$ 60,015 |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

TEACHER OF THE YEAR AWARD FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|--|---------------------|---------------|
| | 2019 | 2018 |
| Cash receipts: | | |
| Interest | \$ – | \$ – |
| Expenditures: | | |
| Teacher of the year awards | 200 | 200 |
| Expenditures over cash receipts | (200) | (200) |
| Unencumbered cash balance, beginning of year | 882 | 1,082 |
| Unencumbered cash balance, end of year | <u>\$ 682</u> | <u>\$ 882</u> |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

MEMORIALS FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|--|---------------------|----------|
| | 2019 | 2018 |
| Cash receipts: | | |
| Interest | \$ – | \$ – |
| Expenditures: | | |
| Community services | 3,471 | – |
| Expenditures over cash receipts | (3,471) | – |
| Unencumbered cash balance, beginning of year | 3,471 | 3,471 |
| Unencumbered cash balance, end of year | \$ – | \$ 3,471 |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

WAITT SCHOLARSHIP FUND

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|--|------------------------|------------------------|
| | 2019 | 2018 |
| Cash receipts: | | |
| Interest | \$ – | \$ – |
| Expenditures: | | |
| Instruction | <u>1,500</u> | <u>3,000</u> |
| Expenditures over cash receipts | (1,500) | (3,000) |
| Unencumbered cash balance, beginning of year | <u>6,000</u> | <u>9,000</u> |
| Unencumbered cash balance, end of year | <u><u>\$ 4,500</u></u> | <u><u>\$ 6,000</u></u> |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394
MADRIGAL SCHOLARSHIP FUND
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS

| | Year ended June 30, | |
|--|---------------------|----------|
| | 2019 | 2018 |
| Cash receipts: | | |
| Donations | \$ 1,000 | \$ 1,000 |
| Expenditures: | | |
| Instruction | 1,000 | 2,000 |
| Cash receipts over (under) expenditures | – | (1,000) |
| Unencumbered cash balance, beginning of year | – | 1,000 |
| Unencumbered cash balance, end of year | \$ – | \$ – |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

BOND AND INTEREST FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES
– ACTUAL AND BUDGET – REGULATORY BASIS**

| | Year ended June 30, | | | Variance favorable (unfavor- able) |
|---|---------------------|---------------------|---------------------|---|
| | 2018 Actual | Actual | Budget | |
| Cash receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | \$ 1,084,023 | \$ 1,208,163 | \$ 1,207,537 | \$ 626 |
| Delinquent tax | 24,542 | 22,851 | 9,942 | 12,909 |
| Motor vehicle and 16/20M truck tax | 149,150 | 150,143 | 167,979 | (17,836) |
| Recreational vehicle tax | 3,397 | 27,504 | 3,609 | 23,895 |
| Commercial vehicle tax | 2,141 | 1,690 | 1,739 | (49) |
| In lieu of tax | 188 | 195 | – | 195 |
| State aid | 1,370,432 | 1,528,270 | 1,528,270 | – |
| Miscellaneous | 20,873 | – | – | – |
| Proceeds from general obligation bonds | 176,603 | – | – | – |
| Total cash receipts | <u>2,831,349</u> | <u>2,938,816</u> | <u>\$ 2,919,076</u> | <u>\$ 19,740</u> |
| Expenditures: | | | | |
| Principal | 1,970,000 | 2,035,000 | \$ 2,035,000 | \$ – |
| Interest | 434,267 | 807,798 | 807,798 | – |
| Bond issue cost | 25,000 | – | 100 | 100 |
| Payment to bond escrow agent | – | – | – | – |
| Total expenditures | <u>2,429,267</u> | <u>2,842,798</u> | <u>\$ 2,842,898</u> | <u>\$ 100</u> |
| Cash receipts over expenditures | 402,082 | 96,018 | | |
| Unencumbered cash balance, beginning of year | <u>2,345,789</u> | <u>2,747,871</u> | | |
| Unencumbered cash balance, end of year | <u>\$ 2,747,871</u> | <u>\$ 2,843,889</u> | | |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

CONSTRUCTION FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES –
REGULATORY BASIS**

| | Year ended June 30, | |
|--|--------------------------|----------------------------|
| | 2019 | 2018 |
| Cash receipts: | | |
| Proceeds from general obligation bonds | \$ – | \$ 10,115,000 |
| Grants | 29,280 | – |
| Miscellaneous | 79,125 | – |
| Total cash receipts | <u>108,405</u> | <u>10,115,000</u> |
| Expenditures: | | |
| Facility acquisition and construction | 1,636,089 | 7,158,925 |
| Bond issue cost | – | 107,937 |
| Debt service | – | 1,184,007 |
| Total expenditures | <u>1,636,089</u> | <u>8,450,869</u> |
| Cash receipts over (under) expenditures | (1,527,684) | 1,664,131 |
| Unencumbered cash balance, beginning of year | <u>1,664,131</u> | <u>–</u> |
| Unencumbered cash balance, end of year | <u><u>\$ 136,447</u></u> | <u><u>\$ 1,664,131</u></u> |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

DISTRICT ACTIVITY FUNDS

SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH – REGULATORY BASIS

For the year ended June 30, 2019

| | Beginning Unencumbered Cash Balance | Prior Year Canceled Encum- brances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances and Accounts Payable | Ending Cash Balance |
|-------------------------------|---|--|------------------|--------------|--|---|------------------------|
| Gate Receipts: | | | | | | | |
| High School: | | | | | | | |
| Athletics | \$ 34,253 | \$ – | \$ 114,366 | \$ 109,852 | \$ 38,767 | \$ 165 | \$ 38,932 |
| Middle School: | | | | | | | |
| Athletics | 559 | – | 32,398 | 31,092 | 1,865 | – | 1,865 |
| Total gate receipts | 34,812 | – | 146,764 | 140,944 | 40,632 | 165 | 40,797 |
| Special Projects: | | | | | | | |
| High School: | | | | | | | |
| Building Fundraising | 158 | – | – | 135 | 23 | – | 23 |
| Concessions | 9,178 | – | 34,825 | 30,430 | 13,573 | – | 13,573 |
| Total High School | 9,336 | – | 34,825 | 30,565 | 13,596 | – | 13,596 |
| Middle School: | | | | | | | |
| Building Fundraising | 4,779 | – | 3,182 | 4,602 | 3,359 | – | 3,359 |
| Memory book | 251 | – | 1,859 | – | 2,110 | – | 2,110 |
| Concessions | 300 | – | 1 | – | 301 | – | 301 |
| Total Middle School | 5,330 | – | 5,042 | 4,602 | 5,770 | – | 5,770 |
| Intermediate School: | | | | | | | |
| School fund raising | 1,387 | – | 793 | 938 | 1,242 | – | 1,242 |
| Elementary School: | | | | | | | |
| Student Activity | 735 | – | 1,139 | 1,223 | 651 | – | 651 |
| Total Special Projects | 16,788 | – | 41,799 | 37,328 | 21,259 | – | 21,259 |
| Total District Activity Funds | \$ 51,600 | \$ – | \$ 188,563 | \$ 178,272 | \$ 61,891 | \$ 165 | \$ 62,056 |

ROSE HILL UNIFIED SCHOOL DISTRICT NO. 394

ALL AGENCY FUNDS

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS –
REGULATORY BASIS

For the Year Ended June 30, 2019

| Fund | Beginning cash balance | Cash receipts | Cash disbursements | Ending cash balance |
|-----------------------------|---------------------------|------------------|-----------------------|------------------------|
| Student Organizations: | | | | |
| High School: | | | | |
| Class of 2017 | \$ – | \$ 92 | \$ – | \$ 92 |
| Class of 2018 | – | – | – | – |
| Class of 2019 | 354 | 774 | 1,128 | – |
| Class of 2020 | 169 | 915 | 816 | 268 |
| Class of 2021 | 74 | 903 | 676 | 301 |
| Class of 2022 | – | 1,640 | 1,518 | 122 |
| Student council | 162 | 11,309 | 11,061 | 410 |
| FBLA | 804 | 496 | 207 | 1,093 |
| Kays | 3,063 | 3,646 | 4,120 | 2,589 |
| Band | 16,261 | 48,920 | 55,541 | 9,640 |
| Drama | 5,126 | 2,422 | 2,890 | 4,658 |
| Cheerleaders | 2,204 | 3,977 | 4,367 | 1,814 |
| Foreign Language | 197 | – | – | 197 |
| FCA | 1,257 | 82 | 486 | 853 |
| Vocal music | 2,719 | 39,336 | 41,964 | 91 |
| FCCLA | 225 | 100 | 297 | 28 |
| National Honor Society | 422 | 701 | 441 | 682 |
| SADD | 362 | 1 | – | 363 |
| Yearbook | – | 3,487 | 3,487 | – |
| TSA | 229 | 2,221 | 1,583 | 867 |
| Thespians | 1,104 | 854 | 521 | 1,437 |
| Green Club | 482 | 410 | 581 | 311 |
| Prom | 3,368 | 5,750 | 5,078 | 4,040 |
| RH Lettermen's club | 202 | 1 | 100 | 103 |
| Total High School | 38,784 | 128,037 | 136,862 | 29,959 |
| Middle School: | | | | |
| Band | – | – | – | – |
| Drama | 1,754 | 1,660 | 2,039 | 1,375 |
| Student book club | – | – | – | – |
| Chain links club | – | – | – | – |
| Vocal Music | 833 | 4,879 | 5,001 | 711 |
| Student council | 1,693 | 6,507 | 6,655 | 1,545 |
| Total Middle School | 4,280 | 13,046 | 13,695 | 3,631 |
| Intermediate School: | | | | |
| Student council | 514 | 212 | 396 | 330 |
| Total Student Organizations | \$ 43,578 | \$ 141,295 | \$ 150,953 | \$ 33,920 |
| Sales Tax | \$ 129 | \$ 28,939 | \$ 28,967 | \$ 101 |