

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Fiscal Year Ended June 30, 2021

MAPES & MILLER LLP
Certified Public Accountants

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Fiscal Year Ended June 30, 2021

Table of Contents

| | <u>Page Numbers</u> |
|---|-------------------------|
| Independent Auditor's Report | 1 |
| <u>FINANCIAL SECTION</u> | |
| STATEMENT 1 | |
| Summary Statement of Receipts, Expenditures and Unencumbered Cash | 3 |
| Notes to the Financial Statement | 5 |
| <u>REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION</u> | |
| SCHEDULE 1 | |
| Summary of Expenditures - Actual and Budget | 13 |
| SCHEDULE 2 | |
| Schedule of Receipts and Expenditures - Actual and Budget | |
| General Funds | 14 |
| Special Purpose Funds | 16 |
| Bond and Interest Funds | 25 |
| Capital Project Funds | 26 |
| SCHEDULE 3 | |
| Summary of Receipts and Disbursements | |
| Agency Funds | 27 |
| SCHEDULE 4 | |
| Schedule of Receipts, Expenditures and Unencumbered Cash | 28 |
| District Activity Funds | |



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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 281
Hill City, Kansas 67642

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 281, Hill City, Kansas as of and for the year ended June 30, 2021, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 281, Hill City, 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.

To the Board of Education
Unified School District No. 281
Hill City, Kansas 67642

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 281, Hill City, Kansas, 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 balances of Unified School District No. 281, Hill City, Kansas, as of June 30, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

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

Mapes & Miller, LLP

Certified Public Accountants

April 11, 2022

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

STATEMENT 1
Page 1

| Fund | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|--|---|---|------------------|------------------|--|--|------------------------|
| Governmental Type Funds: | | | | | | | |
| General Funds | | | | | | | |
| General Fund | \$ 0 | 0 | 3,475,596 | 3,475,596 | 0 | 3,948 | 3,948 |
| Supplemental General Fund | 0 | 0 | 1,237,162 | 1,104,067 | 133,095 | 136,602 | 269,697 |
| Special Purpose Funds | | | | | | | |
| At-Risk Fund (K-12) | 765 | 0 | 361,864 | 361,863 | 766 | 0 | 766 |
| Preschool-Aged At-Risk | 23,821 | 0 | 0 | 1,434 | 22,387 | 0 | 22,387 |
| Capital Outlay Fund | 401,704 | 483 | 321,406 | 193,822 | 529,771 | 6,853 | 536,624 |
| Driver Training Fund | 28,667 | 0 | 5,977 | 8,593 | 26,051 | 0 | 26,051 |
| Food Service Fund | 64,182 | 0 | 268,598 | 231,907 | 100,873 | 0 | 100,873 |
| Professional Development Fund | 50,419 | 1,829 | 4,028 | 23,052 | 33,224 | 770 | 33,994 |
| Special Education Fund | 454,533 | 0 | 702,635 | 548,158 | 609,010 | 0 | 609,010 |
| Career and Postsecondary Education Fund | 121,002 | 0 | 178,185 | 165,837 | 133,350 | 0 | 133,350 |
| KPERs Special Retirement Contribution Fund | 0 | 0 | 357,184 | 357,184 | 0 | 0 | 0 |
| Recreation Commission Fund | 2,194 | 0 | 103,181 | 103,000 | 2,375 | 0 | 2,375 |
| Textbook and Student Material Revolving Fund | 17,597 | 0 | 17,678 | 8,763 | 26,512 | 0 | 26,512 |
| Contingency Reserve Fund | 95,919 | 0 | 14,000 | 11,134 | 98,785 | 11,134 | 109,919 |
| Federal Funds | 4,698 | 0 | 312,773 | 389,204 | (71,733) | 45,423 | (26,310) |
| Gifts and Grants Fund | 277,978 | 64 | 108,258 | 97,419 | 288,881 | 1,635 | 290,516 |
| District Activity (Schedule 4) | 24,735 | 0 | 18,329 | 23,974 | 19,090 | 0 | 19,090 |
| Bond and Interest Funds | | | | | | | |
| Bond and Interest Fund | 366,546 | 0 | 402,274 | 453,843 | 314,977 | 0 | 314,977 |
| Capital Project Funds | | | | | | | |
| Bond Construction Fund | 138,046 | 0 | 25 | 0 | 138,071 | 0 | 138,071 |
| Total Reporting Entity (excluding Agency Funds) | \$ 2,072,806 | 2,376 | 7,889,153 | 7,558,850 | 2,405,485 | 206,365 | 2,611,850 |

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

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Composition of Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

STATEMENT 1
Page 2

| | |
|---|----------------------------|
| First State Bank, Hill City, Kansas | |
| Regular Checking | \$ (183,311) |
| Money Market Accounts | 485,826 |
| Certificates of Deposit | <u>1,653</u> |
| Total First State Bank | <u>304,168</u> |
| Solutions North Bank, Hill City, Kansas | |
| Regular Checking | 138,571 |
| NOW Account | 104,185 |
| Money Market Account | <u>2,162,000</u> |
| Total Solutions North Bank | <u>2,404,756</u> |
| Total Cash | <u>2,708,924</u> |
| Less: Agency Funds (Schedule 3) | <u>(97,074)</u> |
| Total Reporting Entity (excluding Agency Funds) | \$ <u><u>2,611,850</u></u> |

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

UNIFIED SCHOOL DISTRICT NO. 281

Hill City, Kansas

Notes to the Financial Statement

June 30, 2021

1. Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 281, Hill City, Kansas, is a municipal corporation governed by an elected seven-member board. It operates as a unified school district in accordance with the laws of the State of Kansas and provides the following services: education, culture and recreation. The regulatory financial statement presents Unified School District No. 281 (the municipality). The following related municipal entity is not included in the financial statement:

Recreation Commission. Graham County 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. The financial statement for the Graham County Recreation Commission may be obtained from the Director, Graham County Recreation Commission, Hill City, Kansas, 67642.

Regulatory Basis Fund Types

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

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

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

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

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.

Agency Fund – funds used to report 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 the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. No funds were amended in this manner for the fiscal year ended June 30, 2021.

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

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Contingency Reserve Fund, Textbook and Student Material Revolving Fund, Federal Funds, District Activity Funds, and Gifts and Grants Funds.

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

Reimbursements

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

2. Stewardship, Compliance and AccountabilityCompliance with Kansas Statutes

K.S.A. 75-3317 through 75-3322 requires the District to make mandatory purchases of products and services offered by Kansas industries for the blind and severely disabled. The District did not make such purchases.

Cash Violation. K.S.A. 10-1113 requires each fund to comply with the cash basis laws of Kansas. That is no commitments or indebtedness should be incurred unless there is available cash in the fund. The ESSER II federal fund incurred indebtedness in excess of the available cash balance. However, K.S.A. 12-1664 allows a deficit unencumbered cash balance for federal aid funds when the deficit is expected to be eliminated in future years as grant proceeds are received.

3. Deposits and 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 provide an acceptable rate of return on the 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 the federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has not designated any "peak periods." All deposits were legally secured at June 30, 2021.

At June 30, 2021, the District's carrying amount of deposits, including certificates of deposit, was \$2,708,924 and the bank balance was \$2,05,140. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and \$2,405,140 was collateralized with securities held by the pledging financial institutions' 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. The District had no investments at June 30, 2021.

4. In-Substance Receipt in Transit

The District received \$144,013 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.

5. Capital Projects

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

| | Project Authorization | Expenditures to Date |
|---------------------------|--------------------------|-------------------------|
| Bond Construction Project | \$ 8,351,853 | \$ 8,088,782 |

6. Defined Benefit Pension Plan

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

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

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 \$357,184 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 \$3,860,299. 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 nonemployer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

7. Defined Contribution Plan

The District offers its employees the option to participate in a defined contribution plan created in accordance with Internal Revenue Code Section 403(b). In a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The plan, available to all District employees, permits them to defer a portion of their current salary (up to \$16,500 and an additional \$5,500 catch-up contribution for employees age 50 and over) until future years. The District will match up to \$75 per month to be deposited in each employee's 403(b) plan. During the past fiscal year, the employees contributed \$83,180, and the District contributed \$50,520. The deferred compensation is not available to employees until termination, retirement, total and permanent disability, death, or certain financial hardship.

The Plan has contracted with AFPlanServ for selected plan administrative services. Among the services provided by AFPlanServ is approval of salary reduction agreements for beginning or changing amounts and/or providers. The Plan also contracts with American Fidelity Assurance Company to manage the investment of plan assets.

8. Other Long-Term Obligations**Compensated Absences**

Sick Leave. Certified employees on a nine-month employment contract will begin each school year with 12 days of sick leave. Non-certified employees will earn 1.3 days (eight hours per day maximum for a defined hourly period) of sick leave per month.

All employees who have been employed by the District for at least 10 consecutive years will be paid for each day of accumulated sick leave (up to 90 days) upon retirement, upon leaving the District, or upon the death of the employee. Certified employees are paid at a rate of \$65 a day. Non-certified employees are paid at a rate of \$35 a day.

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. There is no cost to the District under this program.

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.

9. 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 workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other school districts in the State to participate in the Kansas Association of School Boards Workers Compensation Fund, Inc., a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The District pays an annual premium to Kansas Association of School Boards Workers Compensation Fund, Inc., for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Workers Compensation Fund, Inc., will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain limits for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Association of School Boards Workers Compensation Fund, Inc.'s, management.

The District continues to carry commercial insurance for all other risks of loss, including property, automobile, liability, inland marine, linebacker, health, and surety. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

10. Interfund Transfers

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service on a routine basis as authorized by Kansas Statutes. The District's operating transfers and regulatory authority for June 30, 2021, were as follows:

| From | To | Regulatory Authority | Amount |
|---------------------------|---|----------------------|------------|
| General Fund | At-Risk Fund (K-12) | K.S.A. 72-5167 | \$ 361,864 |
| General Fund | Special Education Fund | K.S.A. 72-5167 | 484,434 |
| General Fund | Career and Postsecondary Education Fund | K.S.A. 72-5167 | 175,000 |
| General Fund | Contingency Reserve | K.S.A. 72-5167 | 14,000 |
| General Fund | Food Service | K.S.A. 72-5167 | 7,136 |
| Supplemental General Fund | Special Education Fund | K.S.A. 72-5143 | 182,880 |

11. Claims and Judgments

The District participates in federal and state 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. As of the date of this report, grant expenditures have not been audited, but the District believes that any disallowed expenditures or overpayments, if any, will not have a material effect on the individual governmental funds or the overall financial position of the District.

During the ordinary course of its operation 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 impact on the District.

12. 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 District'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 District is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity.

13. CRF and 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 District received CRF in the amount of \$156,990 during 2021. 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/>.

14. 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 |
|--------------------------------------|----------------|---------------|-----------------|------------------------|---------------------------|-----------|----------------------|---------------------|----------------|
| General Obligation Bonds: | | | | | | | | | |
| School Construction Bond Series 2014 | 3.0-3.5% | 12/1/2014 | \$ 7,650,000 | 9/1/2039 | \$ 6,735,000 | 0 | 245,000 | 6,490,000 | 208,844 |
| Total Long-term Debt | | | | | <u>\$ 6,735,000</u> | <u>0</u> | <u>245,000</u> | <u>6,490,000</u> | <u>208,844</u> |

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

| | 2022 | 2023 | 2024 | 2025 | 2026 | 2027-2031 | 2032-2036 | 2037-2041 | Total |
|--------------------------------------|-------------------|----------------|----------------|----------------|----------------|------------------|------------------|------------------|------------------|
| Principal: | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | |
| School Construction Bond Series 2014 | \$ 255,000 | 260,000 | 270,000 | 275,000 | 285,000 | 1,570,000 | 1,840,000 | 1,735,000 | 6,490,000 |
| Total Principal | <u>255,000</u> | <u>260,000</u> | <u>270,000</u> | <u>275,000</u> | <u>285,000</u> | <u>1,570,000</u> | <u>1,840,000</u> | <u>1,735,000</u> | <u>6,490,000</u> |
| Interest: | | | | | | | | | |
| General Obligation Bonds | | | | | | | | | |
| School Construction Bond Series 2014 | 201,344 | 193,619 | 185,669 | 177,494 | 169,094 | 709,190 | 449,729 | 123,285 | 2,209,424 |
| Total Interest | <u>201,344</u> | <u>193,619</u> | <u>185,669</u> | <u>177,494</u> | <u>169,094</u> | <u>709,190</u> | <u>449,729</u> | <u>123,285</u> | <u>2,209,424</u> |
| Total Principal and Interest | <u>\$ 456,344</u> | <u>453,619</u> | <u>455,669</u> | <u>452,494</u> | <u>454,094</u> | <u>2,279,190</u> | <u>2,289,729</u> | <u>1,858,285</u> | <u>8,699,424</u> |

15. 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. 281
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 1

| Fund | Certified Budget | Adjustments to Comply with Legal Max | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Over (Under) |
|--|---------------------|--|--|-----------------------------------|---|-----------------------------|
| Governmental Type Funds: | | | | | | |
| General Funds | | | | | | |
| General Fund | \$ 3,656,571 | (184,588) | 3,613 | 3,475,596 | 3,475,596 | 0 |
| Supplemental General Fund | 1,136,138 | (42,854) | 10,783 | 1,104,067 | 1,104,067 | 0 |
| Special Purpose Funds | | | | | | |
| At-Risk Fund (K-12) | 497,207 | 0 | 0 | 497,207 | 361,863 | (135,344) |
| Preschool-Aged At-Risk | 58,088 | | 0 | 58,088 | 1,434 | (56,654) |
| Capital Outlay Fund | 645,093 | 0 | 0 | 645,093 | 193,822 | (451,271) |
| Driver Training Fund | 30,842 | 0 | 0 | 30,842 | 8,593 | (22,249) |
| Food Service Fund | 296,900 | 0 | 0 | 296,900 | 231,907 | (64,993) |
| Professional Development Fund | 58,500 | 0 | 0 | 58,500 | 23,052 | (35,448) |
| Special Education Fund | 592,003 | 0 | 0 | 592,003 | 548,158 | (43,845) |
| Career and Postsecondary Education Fund | 170,000 | 0 | 0 | 170,000 | 165,837 | (4,163) |
| KPERs Special Retirement Contribution Fund | 435,643 | 0 | 0 | 435,643 | 357,184 | (78,459) |
| Recreation Commission Fund | 103,000 | 0 | 0 | 103,000 | 103,000 | 0 |
| Federal Funds | 127,125 | 0 | 0 | 127,125 | 389,204 | ** |
| Gifts and Grants Fund | 0 | 0 | 0 | 0 | 97,419 | * |
| Bond and Interest Funds | | | | | | |
| Bond and Interest Fund | 453,843 | 0 | 0 | 453,843 | 453,843 | 0 |

* Exempt from budget law per K.S.A. 72-8210

** Exempt from budget law per K.S.A. 12-1663

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 1

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|---|------------------|------------------|-----------------------------|
| Receipts: | | | |
| General State Aid | \$ 3,164,709 | 3,306,068 | (141,359) |
| Special Education Aid | 307,274 | 350,503 | (43,229) |
| Reimbursed Expense | <u>3,613</u> | <u>0</u> | <u>3,613</u> |
| Total Receipts | <u>3,475,596</u> | <u>3,656,571</u> | <u>(180,975)</u> |
| | | | 0.00 |
| Expenditures: | | | |
| Instruction | 1,818,033 | 1,976,008 | (157,975) |
| Student Support Services | 26,211 | 25,000 | 1,211 |
| Instructional Support Staff | 99,694 | 129,300 | (29,606) |
| General Administration | 18,978 | 32,000 | (13,022) |
| School Administration | 281,197 | 292,300 | (11,103) |
| Other Supplemental Services | 94,899 | 98,303 | (3,404) |
| Operations and Maintenance | 88,024 | 103,500 | (15,476) |
| Student Transportation Services | 6,126 | 6,000 | 126 |
| Transfer to At-Risk Fund (K-12) | 361,864 | 325,000 | 36,864 |
| Transfer to Food Service | 7,136 | 30,000 | (22,864) |
| Transfer to Special Education Fund | 484,434 | 409,892 | 74,542 |
| Transfer to Career and Postsecondary Education Fund | 175,000 | 195,000 | (20,000) |
| Transfer to Preschool-Aged At-Risk Fund | 0 | 34,268 | (34,268) |
| Transfer to Contingency Reserve Fund | 14,000 | 0 | 14,000 |
| Adjustment to Comply with Legal Max | <u>0</u> | <u>(184,588)</u> | <u>184,588</u> |
| Legal General Fund Budget | <u>3,475,596</u> | <u>3,471,983</u> | <u>3,613</u> |
| Adjustment for Qualifying Budget Credits | | | |
| Reimbursements | <u>0</u> | <u>3,613</u> | <u>(3,613)</u> |
| Total Expenditures | <u>3,475,596</u> | <u>3,475,596</u> | <u>0</u> |
| Receipts Over (Under) Expenditures | 0 | | |
| Unencumbered Cash, Beginning | <u>0</u> | | |
| Unencumbered Cash, Ending | \$ <u>0</u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 2

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|---|------------------|------------------|-----------------------------|
| Receipts: | | | |
| Ad Valorem Tax | \$ 1,136,653 | 1,046,071 | 90,582 |
| Delinquent Tax | 10,029 | 17,208 | (7,179) |
| Motor Vehicle and 16/20M Vehicle Tax | 52,723 | 45,710 | 7,013 |
| Recreational Vehicle Tax | 1,190 | 752 | 438 |
| Commercial Motor Vehicle | 4,356 | 4,129 | 227 |
| State Aid | 21,428 | 22,268 | (840) |
| Reimbursements | 10,783 | 0 | 10,783 |
| | <u>1,237,162</u> | <u>1,136,138</u> | <u>101,024</u> |
| Total Receipts | <u>1,237,162</u> | <u>1,136,138</u> | <u>101,024</u> |
| Expenditures: | | | |
| Instruction | 218,928 | 157,743 | 61,185 |
| Student Support Services | 247 | 2,300 | (2,053) |
| Instructional Support Staff | 2,377 | 0 | 2,377 |
| General Administration | 144,307 | 197,000 | (52,693) |
| School Administration | 12,620 | 10,000 | 2,620 |
| Operations and Maintenance | 363,093 | 400,500 | (37,407) |
| Operations and Maintenance (Transportation) | 8,023 | 12,500 | (4,477) |
| Student Transportation Services | 63,979 | 70,591 | (6,612) |
| Vehicle Operating Services | 76,778 | 110,062 | (33,284) |
| Vehicle Services and Maintenance Services | 30,835 | 19,000 | 11,835 |
| Transfer to Special Education Fund | 182,880 | 0 | 182,880 |
| Transfer to At-Risk Fund (K-12) | 0 | 121,442 | (121,442) |
| Transfer to Professional Development Fund | 0 | 35,000 | (35,000) |
| Adjustment to Comply with Legal Max | 0 | (42,854) | 42,854 |
| | <u>1,104,067</u> | <u>1,093,284</u> | <u>10,783</u> |
| Legal Supplemental General Fund Budget | <u>1,104,067</u> | <u>1,093,284</u> | <u>10,783</u> |
| Adjustment for Qualifying Budget Credits | | | |
| Reimbursements | 0 | 10,783 | (10,783) |
| | <u>0</u> | <u>10,783</u> | <u>(10,783)</u> |
| Total Expenditures | <u>1,104,067</u> | <u>1,104,067</u> | <u>0</u> |
| Receipts Over (Under) Expenditures | 133,095 | | |
| Unencumbered Cash, Beginning | 0 | | |
| Unencumbered Cash, Ending | \$ 133,095 | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 3

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|------------------------------------|----------------------|----------------|-----------------------------|
| At-Risk Fund (K-12) | | | |
| Receipts: | | | |
| Transfer from General | \$ 361,864 | 325,000 | 36,864 |
| Transfer from Supplemental General | <u>0</u> | <u>121,442</u> | <u>(121,442)</u> |
| Total Receipts | <u>361,864</u> | <u>446,442</u> | <u>(84,578)</u> |
| Expenditures: | | | |
| Instruction | <u>361,863</u> | <u>497,207</u> | <u>(135,344)</u> |
| Receipts Over (Under) Expenditures | 1 | | |
| Unencumbered Cash, Beginning | <u>765</u> | | |
| Unencumbered Cash, Ending | \$ <u><u>766</u></u> | | |

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|------------------------------------|-------------------------|---------------|-----------------------------|
| Preschool-Aged At-Risk | | | |
| Receipts: | | | |
| Transfer from General | \$ 0 | 34,268 | (34,268) |
| Transfer from Supplemental General | <u>0</u> | <u>0</u> | <u>0</u> |
| Total Receipts | <u>0</u> | <u>34,268</u> | <u>(34,268)</u> |
| Expenditures: | | | |
| Instruction | 0 | 58,088 | (58,088) |
| Student Support Services | <u>1,434</u> | <u>0</u> | <u>1,434</u> |
| Total Expenditures | <u>1,434</u> | <u>58,088</u> | <u>(56,654)</u> |
| Receipts Over (Under) Expenditures | (1,434) | | |
| Unencumbered Cash, Beginning | <u>23,821</u> | | |
| Unencumbered Cash, Ending | \$ <u><u>22,387</u></u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 4

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|--------------------------------------|-------------------|----------------|-----------------------------|
| Capital Outlay Fund | | | |
| Receipts: | | | |
| Ad Valorem Tax | \$ 244,974 | 228,212 | 16,762 |
| Delinquent Tax | 4,329 | 7,885 | (3,556) |
| Motor Vehicle and 16/20M Vehicle Tax | 23,199 | 20,550 | 2,649 |
| Recreational Vehicle Tax | 527 | 338 | 189 |
| Commercial Motor Vehicle | 1,898 | 1,856 | 42 |
| Other Revenue From Local Source | 46,479 | 0 | 46,479 |
| | <u>321,406</u> | <u>258,841</u> | <u>62,565</u> |
| Total Receipts | <u>321,406</u> | <u>258,841</u> | <u>62,565</u> |
| Expenditures: | | | |
| Instruction | 11,338 | 14,993 | (3,655) |
| Student Support Services | 0 | 4,000 | (4,000) |
| School Administration | 5,185 | 8,600 | (3,415) |
| Operations and Maintenance | 176,764 | 452,000 | (275,236) |
| Transportation | 535 | 107,000 | (106,465) |
| Other Supplemental Services | 0 | 500 | (500) |
| Other | 0 | 58,000 | (58,000) |
| | <u>193,822</u> | <u>645,093</u> | <u>(451,271)</u> |
| Total Expenditures | <u>193,822</u> | <u>645,093</u> | <u>(451,271)</u> |
| Receipts Over (Under) Expenditures | 127,584 | | |
| Unencumbered Cash, Beginning | 401,704 | | |
| Prior Year Cancelled Uncumbrances | 483 | | |
| | <u>483</u> | | |
| Unencumbered Cash, Ending | \$ <u>529,771</u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 5

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|------------------------------------|-------------------|----------------|-----------------------------|
| Driver Training Fund | | | |
| Receipts: | | | |
| State Safety Aid | \$ 2,856 | 2,175 | 681 |
| Revenue From Local Source | <u>3,121</u> | <u>0</u> | <u>3,121</u> |
| Total Receipts | <u>5,977</u> | <u>2,175</u> | <u>3,802</u> |
| Expenditures: | | | |
| Instruction | 8,593 | 30,842 | (22,249) |
| Operations and Maintenance | <u>0</u> | <u>0</u> | <u>0</u> |
| Total Expenditures | <u>8,593</u> | <u>30,842</u> | <u>(22,249)</u> |
| Receipts Over (Under) Expenditures | <u>(2,616)</u> | | |
| Unencumbered Cash, Beginning | <u>28,667</u> | | |
| Unencumbered Cash, Ending | \$ <u>26,051</u> | | |
| Food Service Fund | | | |
| Receipts: | | | |
| Student Lunches | \$ 10,530 | 74,732 | (64,202) |
| Adult and Student Sales | 1,758 | 0 | 1,758 |
| Federal Aid | 243,426 | 144,294 | 99,132 |
| Miscellaneous | 3,073 | 0 | 3,073 |
| State Aid | 2,675 | 1,905 | 770 |
| Transfer from General Fund | <u>7,136</u> | <u>30,000</u> | <u>(22,864)</u> |
| Total Receipts | <u>268,598</u> | <u>250,931</u> | <u>17,667</u> |
| Expenditures: | | | |
| Operations and Maintenance | 0 | 85,000 | (85,000) |
| Food Service Operations | <u>231,907</u> | <u>211,900</u> | <u>20,007</u> |
| Total Expenditures | <u>231,907</u> | <u>296,900</u> | <u>(64,993)</u> |
| Receipts Over (Under) Expenditures | <u>36,691</u> | | |
| Unencumbered Cash, Beginning | <u>64,182</u> | | |
| Unencumbered Cash, Ending | \$ <u>100,873</u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 6

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|---|-------------------|----------------|-----------------------------|
| Professional Development Fund | | | |
| Receipts: | | | |
| State Aid | \$ 3,753 | 5,485 | (1,732) |
| Transfer from Supplemental General | 0 | 35,000 | (35,000) |
| Reimbursed Expense | <u>275</u> | <u>0</u> | <u>275</u> |
| Total Receipts | <u>4,028</u> | <u>40,485</u> | <u>(36,457)</u> |
| Expenditures: | | | |
| Instructional Support Staff | 15,924 | 41,500 | (25,576) |
| Other Supplemental Service | <u>7,128</u> | <u>17,000</u> | <u>(9,872)</u> |
| Total Expenditures | <u>23,052</u> | <u>58,500</u> | <u>(35,448)</u> |
| Receipts Over (Under) Expenditures | (19,024) | | |
| Unencumbered Cash, Beginning | 50,419 | | |
| Prior Year Cancelled Uncumbrances | <u>1,829</u> | | |
| Unencumbered Cash, Ending | \$ <u>33,224</u> | | |
| Special Education Fund | | | |
| Receipts: | | | |
| Other Revenue from Local Source | \$ 20,343 | 0 | 20,343 |
| Interest on Idle Funds | 10,035 | 0 | 10,035 |
| Federal Aid | 4,943 | 0 | 4,943 |
| Transfer from Supplemental General Fund | 182,880 | 0 | 182,880 |
| Transfer from General Fund | <u>484,434</u> | <u>409,892</u> | <u>74,542</u> |
| Receipts | <u>702,635</u> | <u>409,892</u> | <u>292,743</u> |
| Expenditures: | | | |
| Instruction | 548,083 | 585,003 | (36,920) |
| Student Transportation Services | <u>75</u> | <u>7,000</u> | <u>(6,925)</u> |
| Total Expenditures | <u>548,158</u> | <u>592,003</u> | <u>(43,845)</u> |
| Receipts Over (Under) Expenditures | 154,477 | | |
| Unencumbered Cash, Beginning | <u>454,533</u> | | |
| Unencumbered Cash, Ending | \$ <u>609,010</u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 7

| | <u>Actual</u> | <u>Budget</u> | Variance Over (Under) |
|---|--------------------------|----------------|-----------------------------|
| Career and Postsecondary Education Fund | | | |
| Receipts: | | | |
| Federal Aid | \$ 1,885 | 0 | 1,885 |
| Special Projects Aid | 1,300 | 0 | 1,300 |
| Transfer from General Fund | <u>175,000</u> | <u>195,000</u> | <u>(20,000)</u> |
| Total Receipts | <u>178,185</u> | <u>195,000</u> | <u>(16,815)</u> |
| Expenditures: | | | |
| Instruction | 165,837 | 170,000 | (4,163) |
| Operations & Maintenance | <u>0</u> | <u>0</u> | <u>0</u> |
| Total Expenditures | <u>165,837</u> | <u>170,000</u> | <u>(4,163)</u> |
| Receipts Over (Under) Expenditures | 12,348 | | |
| Unencumbered Cash, Beginning | <u>121,002</u> | | |
| Unencumbered Cash, Ending | \$ <u><u>133,350</u></u> | | |
| KPERS Special Retirement Contribution Fund | | | |
| Receipts: | | | |
| State Contributions to KPERS | \$ <u>357,184</u> | <u>435,643</u> | <u>(78,459)</u> |
| Expenditures: | | | |
| Instruction | 248,436 | 297,000 | (48,564) |
| Student Support Services | 2,810 | 3,000 | (190) |
| Instructional Support | 11,740 | 12,000 | (260) |
| General Administration | 16,573 | 15,000 | 1,573 |
| School Administration | 27,109 | 26,433 | 676 |
| Other Supplemental Services | 9,175 | 14,000 | (4,825) |
| Operations and Maintenance | 17,926 | 19,837 | (1,911) |
| Student Transportation Services | 15,054 | 12,000 | 3,054 |
| Other Support Services | 0 | 27,373 | (27,373) |
| Food Service | <u>8,361</u> | <u>9,000</u> | <u>(639)</u> |
| Total Expenditures | <u>357,184</u> | <u>435,643</u> | <u>(78,459)</u> |
| Receipts Over (Under) Expenditures | 0 | | |
| Unencumbered Cash, Beginning | <u>0</u> | | |
| Unencumbered Cash, Ending | \$ <u><u>0</u></u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 8

| | <u>Actual</u> | <u>Budget</u> | <u>Over (Under)</u> |
|--------------------------------------|-----------------|---------------|-------------------------|
| Recreation Commission Fund | | | |
| Receipts: | | | |
| Ad Valorem Tax | \$ 96,017 | 90,327 | 5,690 |
| Delinquent Tax | 994 | 1,832 | (838) |
| Motor Vehicle and 16/20M Vehicle Tax | 5,582 | 4,798 | 784 |
| Recreational Vehicle Tax | 126 | 79 | 47 |
| Commercial Motor Vehicle | 462 | 433 | 29 |
| | <u>103,181</u> | <u>97,469</u> | <u>5,712</u> |
| Total Receipts | | | |
| Expenditures: | | | |
| Community Service Operations | 103,000 | 103,000 | 0 |
| | <u>181</u> | | |
| Receipts Over (Under) Expenditures | 2,194 | | |
| Unencumbered Cash, Beginning | | | |
| Unencumbered Cash, Ending | \$ <u>2,375</u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 9

| | <u>Actual</u> |
|---|-------------------------|
| Textbook and Student Material Revolving Fund | |
| Receipts: | |
| Fees | \$ <u>17,678</u> |
| Expenditures: | |
| Instruction | 8,763 |
| Instructional Support Staff | <u>0</u> |
| Total Expenditures | <u>8,763</u> |
| Receipts Over (Under) Expenditures | 8,915 |
| Unencumbered Cash, Beginning | <u>17,597</u> |
| Unencumbered Cash, Ending | \$ <u><u>26,512</u></u> |
| Contingency Reserve Fund | |
| Receipts: | |
| Transfer from General Fund | \$ <u>14,000</u> |
| Expenditures: | |
| Instruction | 11,134 |
| Operatings and Maintenance | <u>0</u> |
| Total Expenditures | <u>11,134</u> |
| Receipts Over (Under) Expenditures | 2,866 |
| Unencumbered Cash, Beginning | <u>95,919</u> |
| Unencumbered Cash, Ending | \$ <u><u>98,785</u></u> |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Federal Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 10

| | <u>Title I</u> <u>20-21</u> | <u>Title II A</u> <u>20-21</u> | <u>Title IV</u> <u>20-21</u> | <u>ESSER/</u> <u>Cares</u> | <u>SPARK</u> | <u>ESSER II</u> | <u>REAP</u> | <u>Total</u> | <u>Budget</u> | <u>Variance</u> <u>Over</u> <u>(Under)</u> |
|------------------------------------|--------------------------------|-----------------------------------|---------------------------------|-------------------------------|--------------|-----------------|-------------|--------------|---------------|--|
| Receipts: | | | | | | | | | | |
| Federal Aid | \$ 78,421 | 11,271 | 12,704 | 24,010 | 156,990 | 0 | 29,377 | 312,773 | 122,437 | 190,336 |
| Expenditures: | | | | | | | | | | |
| Operations and Maintenance | 0 | 0 | 0 | 12,708 | 0 | 0 | 0 | 12,708 | 0 | 12,708 |
| Instruction | 78,421 | 11,271 | 12,704 | 16,000 | 156,990 | 71,733 | 29,377 | 376,496 | 127,125 | 249,371 |
| Total Expenditures | 78,421 | 11,271 | 12,704 | 28,708 | 156,990 | 71,733 | 29,377 | 389,204 | 127,125 | 262,079 |
| Receipts over (under) Expenditures | 0 | 0 | 0 | (4,698) | 0 | (71,733) | 0 | (76,431) | | |
| Unencumbered Cash, Beginning | 0 | 0 | 0 | 4,698 | 0 | 0 | 0 | 4,698 | | |
| Unencumbered Cash, Ending | \$ 0 | 0 | 0 | 0 | 0 | (71,733) | 0 | (71,733) | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Special Purpose Funds
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 11

| | Worcester Library #1 | Worcester Library #2 | Worcester Vocational Agriculture | A.J. Rice Memorial | Ringneck 21-1 | Rush Education Trust | Playground | Gifts and Grants | Total | Budget | Variance Over (Under) |
|------------------------------------|-------------------------|-------------------------|--|-----------------------|---------------|----------------------------|--------------|---------------------|----------------|------------|-----------------------------|
| Receipts: | | | | | | | | | | | |
| Land Rental Income | \$ 6,433 | 6,624 | 3,800 | 0 | 0 | 0 | 0 | 0 | 16,857 | 0 | 16,857 |
| Sale of Assets | 0 | 0 | 25,500 | 0 | 0 | 0 | 0 | 0 | 25,500 | 0 | 25,500 |
| Oil Revenue | 0 | 0 | 5,143 | 0 | 12,870 | 0 | 0 | 0 | 18,013 | 0 | 18,013 |
| Crop Sales | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Trust Distribution | 0 | 0 | 0 | 61 | 0 | 0 | 0 | 0 | 61 | 0 | 61 |
| Miscellaneous | 0 | 0 | 970 | 0 | 0 | 0 | 0 | 536 | 1,506 | 0 | 1,506 |
| Grants | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 16,401 | 16,401 | 0 | 16,401 |
| Donations | 0 | 0 | 0 | 0 | 0 | 25,000 | 0 | 4,920 | 29,920 | 0 | 29,920 |
| Total Receipts | 6,433 | 6,624 | 35,413 | 61 | 12,870 | 25,000 | 0 | 21,857 | 108,258 | 0 | 108,258 |
| Expenditures: | | | | | | | | | | | |
| Instruction | 2,184 | 2,049 | 64,125 | 191 | 2,174 | 436 | 0 | 18,157 | 89,316 | 0 | 89,316 |
| Student Support Services | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Instructional Support Staff | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| General Administration | 149 | 6,183 | 0 | 0 | 375 | 0 | 0 | 0 | 6,707 | 0 | 6,707 |
| Operations and Maintenance | 412 | 0 | 984 | 0 | 0 | 0 | 0 | 0 | 1,396 | 0 | 1,396 |
| Reimb to Career & Postsecondary Ed | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Expenditures | 2,745 | 8,232 | 65,109 | 191 | 2,549 | 436 | 0 | 18,157 | 97,419 | 0 * | 97,419 |
| Receipts over (under) Expenditures | 3,688 | (1,608) | (29,696) | (130) | 10,321 | 24,564 | 0 | 3,700 | 10,839 | | |
| Unencumbered Cash, Beginning | 31,488 | 35,307 | 130,447 | 230 | 54,326 | 186 | 3,467 | 22,527 | 277,978 | | |
| Prior Year Cancelled Encumbrances | 0 | 0 | 15 | 0 | 49 | 0 | 0 | 0 | 64 | | |
| Unencumbered Cash, Ending | \$ 35,176 | 33,699 | 100,766 | 100 | 64,696 | 24,750 | 3,467 | 26,227 | 288,881 | | |

* Exempt from budget law per K.S.A. 72-8210

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 12

| | <u>Actual</u> | <u>Budget</u> | <u>Over (Under)</u> |
|--------------------------------------|-------------------|----------------|-------------------------|
| Bond and Interest Fund | | | |
| Receipts: | | | |
| Ad Valorem Tax | \$ 378,279 | 360,384 | 17,895 |
| Delinquent Tax | 3,335 | 6,266 | (2,931) |
| Motor Vehicle and 16/20M Vehicle Tax | 18,706 | 15,963 | 2,743 |
| Recreational Vehicle Tax | 423 | 262 | 161 |
| Commercial Vehicle | 1,531 | 1,442 | 89 |
| Payment from Bond Construction Fund | <u>0</u> | <u>75,000</u> | <u>(75,000)</u> |
| Total Receipts | <u>402,274</u> | <u>459,317</u> | <u>(57,043)</u> |
| Expenditures: | | | |
| Principal | 245,000 | 245,000 | 0 |
| Interest | <u>208,843</u> | <u>208,843</u> | <u>0</u> |
| Total Expenditures | <u>453,843</u> | <u>453,843</u> | <u>0</u> |
| Receipts Over (Under) Expenditures | (51,569) | | |
| Unencumbered Cash, Beginning | <u>366,546</u> | | |
| Unencumbered Cash, Ending | \$ <u>314,977</u> | | |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Capital Project Fund
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 2
Page 13

| | <u>Actual</u> |
|------------------------------------|--------------------------|
| Bond Construction Fund | |
| Receipts: | |
| Donations | \$ 0 |
| Interest on Idle Funds | <u> 25</u> |
| Total Receipts | <u> 25</u> |
| Expenditures: | |
| Project Expenses | 0 |
| Payment to Bond & Interest Fund | <u>0</u> |
| Total Expenditures | <u>0</u> |
| Receipts Over (Under) Expenditures | 25 |
| Unencumbered Cash, Beginning | <u>138,046</u> |
| Unencumbered Cash, Ending | \$ <u><u>138,071</u></u> |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 3

| Fund | Beginning Cash Balance | Receipts | Disbursements | Ending Cash Balance |
|----------------------------|---------------------------|-------------|---------------|------------------------|
| Junior/Senior High School: | | | | |
| Class of 2016 | 0 | 0 | 0 | 0 |
| Class of 2017 | 1,208 | 0 | 1,208 | 0 |
| Class of 2018 | 425 | 0 | 425 | 0 |
| Class of 2019 | 658 | 0 | 658 | 0 |
| Class of 2020 | 1,955 | 77 | 2,032 | 0 |
| Class of 2021 | 3,185 | 736 | 3,353 | 568 |
| Class of 2022 | 2,601 | 4,517 | 3,288 | 3,830 |
| Class of 2023 | 1,497 | 4,663 | 3,044 | 3,116 |
| Class of 2024 | 490 | 665 | 32 | 1,123 |
| Concessions | 16,758 | 14,320 | 13,518 | 17,560 |
| Yearbook | 852 | 3,769 | 4,300 | 321 |
| KAYS | 2,469 | 230 | 154 | 2,545 |
| Junior High KAYS | 0 | 755 | 0 | 755 |
| Pep Club | 1,345 | 710 | 1,106 | 949 |
| FFA | 25,918 | 61,487 | 40,475 | 46,930 |
| Student Council | 1,892 | 2,588 | 1,179 | 3,301 |
| FCCLA | 1,155 | 1,485 | 1,089 | 1,551 |
| Fine Arts | 735 | 345 | 1,080 | 0 |
| Science/Math Club | 267 | 0 | 0 | 267 |
| High School Cheerleaders | 24 | 2,018 | 1,349 | 693 |
| Junior High Cheerleaders | 812 | 0 | 0 | 812 |
| Weightlifting Club | 186 | 0 | 0 | 186 |
| Football Club | 1,603 | 4,048 | 2,841 | 2,810 |
| Arts/Crafts | 0 | 136 | 0 | 136 |
| Wrestling | 233 | 0 | 0 | 233 |
| Spanish Club | 197 | 0 | 0 | 197 |
| Donations | 524 | 0 | 0 | 524 |
| Sales Tax | 1 | 3,703 | 3,703 | 1 |
| Grade School: | | | | |
| Milk and Meals | 0 | 19 | 0 | 20 |
| Student Council | 8,300 | 3,155 | 2,809 | 8,646 |
| Total | \$ 75,290 | 109,426 | 87,643 | 97,074 |

UNIFIED SCHOOL DISTRICT NO. 281
Hill City, Kansas
District Activity Funds
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2021

SCHEDULE 4

| Fund | Beginning Unencumbered Cash Balance | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|-------------------------------------|---|----------|--------------|--|--|------------------------|
| Gate Receipts: | | | | | | |
| Junior/Senior High School Athletics | \$ 24,735 | 18,329 | 23,974 | 19,090 | 0 | 19,090 |