USD 420 - OSAGE CITY

Osage City, Kansas

FINANCIAL STATEMENT

WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

and

INDEPENDENT AUDITOR'S REPORT

June 30, 2021

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

USD 420 - OSAGE CITY
Osage City, Kansas
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March 3, 2022

Board of Education
USD 420 - Osage City
Osage City, Kansas

Independent Auditor's Report

We have audited the accompanying fund summary statement of regulatory receipts, expenditures, and unencumbered cash - regulatory basis of the USD 420 - Osage City (the District) as of and for the year ended June 30, 2021 and the related notes to the financial statement which collectively comprise the District's basic financial statement as listed in the table of contents.

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 this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including 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 District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles
As described in Note 1 of the financial statement, the financial statement is prepared by the District 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.

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Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the previous paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2021, or changes in financial position or cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Report on Regulatory-Required 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 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 - non-budgeted funds, summary of receipts and disbursements - agency funds, and schedule of regulatory basis receipts and expenditures - 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

USD 420 - OSAGE CITY
Osage City, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2021

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds							
General	$ -	$ -	$ 5,783,474	$ 5,783,474	$ -	$ 286,732	$ 286,732
Supplemental General	71,153	-	1,709,685	1,739,238	41,600	357,305	398,905
Special Purpose Funds							
Bilingual Education	484	-	762	600	646	-	646
Virtual Education	19,688	-	839	19,688	839	-	839
Capital Outlay	607,067	-	460,409	289,882	777,594	215,405	992,999
Food Service	77,699	-	402,475	398,742	81,432	35,079	116,511
Professional Development	29,882	-	18,096	12,737	35,241	1,908	37,149
Special Education	400,093	-	1,479,957	1,389,866	490,184	-	490,184
Career and Postsecondary Education	73,325	-	82,139	70,444	85,020	15,238	100,258
Gifts and Grants	2,500	-	16,920	19,485	(65)	4,306	4,241
KPERS Special Contribution	-	-	601,181	601,181	-	-	-
Preschool-Aged At-Risk	5,088	-	40,690	28,307	17,471	-	17,471
At-Risk (K-12)	180,195	-	564,309	540,295	204,209	19,558	223,767
District Activity Funds	45,897	-	66,397	66,628	45,666	-	45,666
Contingency Reserve Fund	400,747	-	-	-	400,747	-	400,747
ESSER I	-	-	100,471	100,471	-	-	-
ESSER II	-	-	107,198	82,330	24,868	63,968	88,836
Jones Fund Grant	20,075	-	66,472	49,926	36,621	21,884	58,505
Technology Education	25	-	16,958	4,799	12,184	4,570	16,754
Title I	-	-	148,114	148,114	-	-	-
Title IIA - Teacher Quality	-	-	27,445	26,074	1,371	-	1,371
Title IV	-	-	15,543	15,543	-	12,677	12,677
SPARKS	-	-	240,000	240,000	-	-	-
Driver Training	-	-	5,000	-	5,000	-	5,000
Bond and Interest Fund							
Bond and Interest Fund	568,331	-	772,392	611,298	729,425	-	729,425
Total Reporting Entity (Excluding Agency Funds)	$ 2,502,249	$ -	$ 12,726,926	$ 12,239,122	$ 2,990,053	$ 1,038,630	$ 4,028,683

Composition of Cash	
Checking Accounts	$ 226,652
Savings Accounts	3,853,786
Petty Cash	320
Total Cash	$ 4,080,758
Less: Agency funds per Schedule 4	(52,075)
Total Reporting Entity (Excluding Agency Funds)	$ 4,028,683

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

USD 420 - OSAGE CITY
Osage City, Kansas
NOTES TO FINANCIAL STATEMENT
June 30, 2021

Note 1: Summary of Significant Accounting Policies

Financial Reporting Entity

USD 420 - Osage City (the District) is a municipal corporation governed by an elected seven member board. The District as an entity has been defined to include, on a combined basis, (a) the District (b) organizations for which the District is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the reporting District's financial statement to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Description

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

The following types of funds comprise the financial activities of the District for the year 2021:

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

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

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

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

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

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

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

Reimbursed Expenses

Expenditures in the amount of $3,215 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statement meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Note 2: 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) and bond and interest 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 twelve month period on or before August 1st of each year.
2. Publication in a local newspaper of the proposed budget and notice of public hearing on the budget.
3. Public hearing 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.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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 District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budget expenditure authority lapses at year end.

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

Contingency Reserve	Technology Education	SPARKS
ESSER I	Title I	District Activity Funds
ESSER II	Title II-A	
Jones Fund Grant	Title IV	

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

Use of Estimates

The process of preparing the financial statement requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statement. Accordingly, upon settlement, actual results may differ from estimated amounts.

Note 3: Deposits and Investments

K.S.A. 9-1401 established the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate or depository risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policies 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. K.S.A. 9-1402 and 9-1405 require the District's deposits in a financial institution be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. There were no designated "peak periods" during the year. All bank deposits were legally secured at June 30, 2021.

At June 30, 2021, the carrying amount of the District's cash and certificates was $4,081,259. The bank balance was $3,970,193. The bank balance was held by one bank resulting in a concentration of deposit risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, $250,000 was secured by FDIC insurance and the remaining $3,720,193 was collateralized by bank pledged securities with a fair market value of $4,185,197.

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

Note 4: Pension Plans

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.

Note 4: Pension Plans (Continued)

Defined Benefit Pension Plan (Continued)

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

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

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

The State of Kansas is required to contribute the statutory required employer 's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $601,181 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 $6,241,380. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement. The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

Note 5: Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the county carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

Note 6: Compensated Absences

Vacation is provided to district office secretaries, building office secretaries, custodians, technical support and principals by using the Vacation Schedule that is on file at the District Office based on years of service. The Superintendent will receive twenty days of vacation. All employees receiving vacation time are encouraged to use it timely. Vacation days not used during the year are not carried forward to the next year.

Classified employees receive one day per month worked for sick leave. Sick leave can accumulate as long as the employee is employed by the District. Accumulated sick leave will only be paid when the employee reaches retirement age and retires, or upon completing ten (10) years of employment in the district and leaving the district, or upon the death of the employee, they will be paid one day's pay for each five days of accumulated sick leave up to a maximum of their (30) days. An employee can forfeit two days of accumulated sick leave for one day of personal leave. Maximum days that can be forfeited per year is six days.

Each employee receives two days per year for personal leave and each employee shall be granted (2) days of bereavement leave non-accumulative for faculty-staff members and their immediate family. An addition three (3) days will be granted in the death of the employee's immediate family members.

Certified employees receive 12 discretionary days per year, with unused days to accumulate. When an employee reaches retirement age and retires, or upon completing twenty (20) years of employment in the district and leaving the district, or upon the death of the employee, they will be paid one day's pay for each four days of accumulated discretionary leave up to a maximum of forth (40) days. Each employee may use up to five days of bereavement leave at the death of family members.

Note 7: Stewardship, Compliance and Accountability

We noted no violations of Kansas Statutes during the period under examination.

Note 8: 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 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.

Note 9: Interfund Transfers

Interfund transfers were as follows:

Fund From	Fund To	Authority	Amount
General fund	Bilingual Education	K.S.A. 72-6428	$ 762
General fund	Virtual Education	K.S.A. 72-6428	839
General fund	Preschool-Aged At-Risk	K.S.A. 72-6428	40,690
General fund	Capital Outlay	K.S.A. 72-6428	105,509
General fund	Driver Training	K.S.A. 72-6428	5,000
General fund	Food Services	K.S.A. 72-6428	30,937
General fund	Professional Development	K.S.A. 72-6428	17,000
General fund	Special Education	K.S.A. 72-6428	1,013,027
General fund	Career and Postsecondary Education	K.S.A. 72-6428	80,000
Supplemental	At-Risk (K-12)	K.S.A. 72-6425	564,309
Supplemental	Special Education Fund	K.S.A. 72-6425	430,637
		Total Transfers	$ 2,288,710

Note 10: Contingency

The District receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement by federal and state agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District's management, such disallowances, if any, will not be significant to the District's financial statement.

Note 11: In Substance Receipt in Transit

The District received $417,446 subsequent to June 30, 2021 and as required by K.S.A 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2021.

Note 12: Indebtedness

The District is subject to the statutes of the State of Kansas that limits the net bonded debt. The debt outstanding may not exceed 4% of the assessed value of all tangible taxable property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2021, the statutory limit for the district was $4,410,351 thus creating excess indebtedness of $2,142,149. The outstanding bond principal represents 20.80% of the District valuation. The District has received approval from the Kansas State Board of Education to exceed the general bond debt limitation.

Note 13: Subsequent Events

Subsequent events for management's review have been evaluated through March 3, 2022, the date of the Auditor's Report. The date in the prior sentence is the date the financial statement is available to be issued

Note 14: 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 for fiscal year 2021.

Note 15: 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 $240,000 during fiscal year 2021. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at https://covid.ks.gov/.

Note 16: 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	Beginning of Year	Additions	Reductions/ Payments	End of Year	Interest Paid
General Obligation Bonds									
2012A Issue	2.00%-2.35%	6/15/2012	$ 3,055,000	9/1/2024	$ 2,460,000	$ -	$ 555,000	$ 1,905,000	$ 46,005
2012B Issue	4.50%	6/15/2012	4,092,500	9/1/2030	4,092,500	-	-	4,092,500	10,292
Total Long-Term Debt					$ 6,552,500	$ -	$ 555,000	$ 5,997,500	$ 56,297

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

	2022	2023	2024	2025	2026	2027 - 2031	Total
Principal							
General Obligation Bonds	$ 565,000	$ 580,000	$ 590,000	$ 602,500	$ 610,000	$ 3,050,000	$ 5,997,500
Interest							
General Obligation Bonds	34,085	23,065	10,485	1,998	-	-	69,633
	$ 599,085	$ 603,065	$ 600,485	$ 604,498	$ 610,000	$ 3,050,000	$ 6,067,133

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

USD 420 - OSAGE CITY
Osage City, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended June 30, 2021

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds						
General Funds						
General	$ 5,833,410	$ (53,151)	$ 3,215	$ 5,783,474	$ 5,783,474	$ -
Supplemental General	1,757,917	(18,679)	-	1,739,238	1,739,238	-
Special Purpose Funds						
Career and Postsecondary Education	103,075	-	-	103,075	70,444	(32,631)
Special Education	1,576,735	-	-	1,576,735	1,389,866	(186,869)
Food Service	507,453	-	-	507,453	398,742	(108,711)
Capital Outlay	932,993	-	-	932,993	289,882	(643,111)
Professional Development	62,976	-	-	62,976	12,737	(50,239)
KPERS Special Contribution	729,114	-	-	729,114	601,181	(127,933)
At-Risk (K-12)	644,504	-	-	644,504	540,295	(104,209)
Preschool-Aged At-Risk	45,778	-	-	45,778	28,307	(17,471)
Virtual Education	19,688	-	-	19,688	19,688	-
Gifts and Grants	30,510	-	-	30,510	19,485	(11,025)
Bilingual Education	836	-	-	836	600	(236)
Bond and Interest Fund						
Bond and Interest	785,268	-	-	785,268	611,298	(173,970)
Total of all Funds	$ 13,030,257	$ (71,830)	$ 3,215	$ 12,961,642	$ 11,505,237	$ (1,456,405)

USD 420 - OSAGE CITY
Osage City, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 5,780,259	$ 5,833,410	$ (53,151)
Reimbursements	3,215	-	3,215
Total Cash Receipts	$ 5,783,474	$ 5,833,410	$ (49,936)
EXPENDITURES			
Instruction	$ 2,946,415	$ 3,114,627	$ (168,212)
Student support services	128,187	106,883	21,304
Instructional support staff	161,003	180,792	(19,789)
General administration	150,729	160,438	(9,709)
School administration	424,977	394,987	29,990
Operations and maintenance	451,155	486,990	(35,835)
Student transportation	139,445	226,779	(87,334)
Central support services	87,799	89,317	(1,518)
Operating transfers	1,293,764	1,072,597	221,167
Adjustment to comply with legal maximum	-	(53,151)	53,151
Adjustments for qualifying budget credits	-	3,215	(3,215)
Total Expenditures	$ 5,783,474	$ 5,783,474	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

USD 420 - OSAGE CITY
Osage City, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 469,326	$ 501,763	$ (32,437)
Delinquent tax	11,969	8,207	3,762
Motor vehicle tax	64,506	66,544	(2,038)
RV tax	1,598	1,233	365
State aid/grants	1,161,713	1,173,937	(12,224)
Miscellaneous revenues	573	-	573
Total Cash Receipts	$ 1,709,685	$ 1,751,684	$ (41,999)
EXPENDITURES			
Instruction	$ 562,356	$ 658,000	$ (95,644)
Operations and maintenance	181,936	459,934	(277,998)
Operating transfers	994,946	639,983	354,963
Adjustment to comply with legal maximum	-	(18,679)	18,679
Total Expenditures	$ 1,739,238	$ 1,739,238	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (29,553)		
UNENCUMBERED CASH - BEGINNING	71,153		
UNENCUMBERED CASH - ENDING	$ 41,600		

USD 420 - OSAGE CITY
Osage City, Kansas
BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 762	$ 352	$ 410
EXPENDITURES			
Instruction	$ 600	$ 836	$ (236)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 162		
UNENCUMBERED CASH - BEGINNING	484		
UNENCUMBERED CASH - ENDING	$ 646		

USD 420 - OSAGE CITY
Osage City, Kansas
VIRTUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 839	$ -	$ 839
EXPENDITURES			
Instruction	$ 19,688	$ 19,688	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ (18,849)		
UNENCUMBERED CASH - BEGINNING	19,688		
UNENCUMBERED CASH - ENDING	$ 839		

USD 420 - OSAGE CITY
Osage City, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 189,306	$ 181,046	$ 8,260
Delinquent tax	2,909	2,363	546
Motor vehicle tax	18,453	19,024	(571)
RV tax	458	352	106
State aid/grants	122,005	123,140	(1,135)
Interest income	5,279	-	5,279
Miscellaneous revenues	16,490	-	16,490
Operating transfers	105,509	-	105,509
Total Cash Receipts	$ 460,409	$ 325,925	$ 134,484
EXPENDITURES			
Instruction	$ 217,122	$ 630,000	$ (412,878)
Operations and maintenance	-	203,493	(203,493)
Student transportation	65,006	99,500	(34,494)
Facility acquisition and construction services	7,754	-	7,754
Total Expenditures	$ 289,882	$ 932,993	$ (643,111)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 170,527		
UNENCUMBERED CASH - BEGINNING	607,067		
UNENCUMBERED CASH - ENDING	$ 777,594		

USD 420 - OSAGE CITY
Osage City, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal grants	$ 348,184	$ 427,312	$ (79,128)
State aid/grants	4,019	2,442	1,577
Charges for services	11,348	-	11,348
Miscellaneous revenues	7,987	-	7,987
Operating transfers	30,937	3,215	27,722
Total Cash Receipts	$ 402,475	$ 432,969	$ (30,494)
EXPENDITURES			
Operations and maintenance	$ 374	$ 550	$ (176.00)
Food service operations	398,368	506,903	(108,535)
Total Expenditures	$ 398,742	$ 507,453	$ (108,711)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 3,733		
UNENCUMBERED CASH - BEGINNING	77,699		
UNENCUMBERED CASH - ENDING	$ 81,432		

USD 420 - OSAGE CITY
Osage City, Kansas
PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 1,096	$ 4,343	$ (3,247)
Operating transfers	17,000	28,751	(11,751)
Total Cash Receipts	$ 18,096	$ 33,094	$ (14,998)
EXPENDITURES			
Student support services	$ 12,737	$ 62,976	$ (50,239)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 5,359		
UNENCUMBERED CASH - BEGINNING	29,882		
UNENCUMBERED CASH - ENDING	$ 35,241		

USD 420 - OSAGE CITY
Osage City, Kansas
SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Federal grants	$ 15,914	$ 15,914	$ -
Miscellaneous revenues	20,379	12,000	8,379
Operating transfers	1,443,664	1,148,728	294,936
Total Cash Receipts	$ 1,479,957	$ 1,176,642	$ 303,315
EXPENDITURES			
Instruction	$ 1,350,945	$ 1,559,970	$ (209,025)
Operations and maintenance	15,914	-	15,914
Student transportation	23,007	16,765	6,242
Total Expenditures	$ 1,389,866	$ 1,576,735	$ (186,869)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 90,091		
UNENCUMBERED CASH - BEGINNING	400,093		
UNENCUMBERED CASH - ENDING	$ 490,184		

USD 420 - OSAGE CITY
Osage City, Kansas
CAREER AND POSTSECONDARY EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Miscellaneous revenues	$ 2,139	$ -	$ 2,139
Operating transfers	80,000	29,750	50,250
Total Cash Receipts	$ 82,139	$ 29,750	$ 52,389
EXPENDITURES			
Instruction	$ 46,196	$ 74,817	$ (28,621)
Operations and maintenance	-	4,300	(4,300)
Student transportation	24,248	5,200	19,048
Other support services	-	18,758	(18,758)
Total Expenditures	$ 70,444	$ 103,075	$ (32,631)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 11,695		
UNENCUMBERED CASH - BEGINNING	73,325		
UNENCUMBERED CASH - ENDING	$ 85,020		

USD 420 - OSAGE CITY
Osage City, Kansas
GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 16,913	$ 28,010	$ (11,097)
Miscellaneous revenues	7	-	7
Total Cash Receipts	$ 16,920	$ 28,010	$ (11,090)
EXPENDITURES			
Instruction	$ 19,485	$ 30,510	$ (11,025)
RECEIPTS OVER (UNDER) EXPENDITURES	$ (2,565)		
UNENCUMBERED CASH - BEGINNING	2,500		
UNENCUMBERED CASH - ENDING	$ (65)		

USD 420 - OSAGE CITY
Osage City, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
State aid/grants	$ 601,181	$ 729,114	$ (127,933)
EXPENDITURES			
Instruction	$ 422,879	$ 517,671	$ (94,792)
Student support services	17,043	14,582	2,461
Instructional support staff	19,837	29,165	(9,328)
General administration	17,363	21,873	(4,510)
School administration	48,229	58,329	(10,100)
Operations and maintenance	37,205	43,747	(6,542)
Student transportation	10,844	14,582	(3,738)
Central support services	10,939	14,582	(3,643)
Food service operations	16,842	14,583	2,259
Total Expenditures	$ 601,181	$ 729,114	$ (127,933)
RECEIPTS OVER (UNDER) EXPENDITURES	$ -		
UNENCUMBERED CASH - BEGINNING	-		
UNENCUMBERED CASH - ENDING	$ -		

USD 420 - OSAGE CITY
Osage City, Kansas
PRESCHOOL-AGED AT-RISK FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 40,690	$ 40,690	$ -
EXPENDITURES			
Instruction	$ 28,307	$ 45,778	$ (17,471)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 12,383		
UNENCUMBERED CASH - BEGINNING	5,088		
UNENCUMBERED CASH - ENDING	$ 17,471		

USD 420 - OSAGE CITY
Osage City, Kansas
AT-RISK (K-12) FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Operating transfers	$ 564,309	$ 464,309	$ 100,000
EXPENDITURES			
Instruction	$ 540,295	$ 644,504	$ (104,209)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 24,014		
UNENCUMBERED CASH - BEGINNING	180,195		
UNENCUMBERED CASH - ENDING	$ 204,209		

USD 420 - OSAGE CITY
Osage City, Kansas
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2021

	Actual	Budget	Variance - Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	$ 341,685	$ 327,543	$ 14,142
Delinquent tax	6,061	4,994	1,067
Motor vehicle tax	38,569	39,741	(1,172)
RV tax	959	737	222
State aid/grants	385,118	562,796	(177,678)
Total Cash Receipts	$ 772,392	$ 935,811	$ (163,419)
EXPENDITURES			
Debt service	$ 611,298	$ 785,268	$ (173,970)
RECEIPTS OVER (UNDER) EXPENDITURES	$ 161,094		
UNENCUMBERED CASH - BEGINNING	568,331		
UNENCUMBERED CASH - ENDING	$ 729,425		

SCHEDULE 2-15

USD 420 - OSAGE CITY
Osage City, Kansas
SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
NON-BUDGETED FUNDS
For the Year Ended June 30, 2021

	Contingency Reserve	ESSER I	ESSER II	Jones Fund Grant	Technology Education	Title I	Title II-A Teacher Quality	Title IV	SPARKS	Driver Training
CASH RECEIPTS										
Local sources - other	$ -	$ -	$ -	$ -	$ 16,958	$ -	$ -	$ -	$ -	$ -
Federal grants	-	100,471	107,198	66,472	-	148,114	27,445	15,543	240,000	-
Operating transfers	-	-	-	-	-	-	-	-	-	5,000
Total Cash Receipts	$ -	$ 100,471	$ 107,198	$ 66,472	$ 16,958	$ 148,114	$ 27,445	$ 15,543	$ 240,000	$ 5,000
EXPENDITURES										
Instruction	$ -	$ 100,471	$ 82,330	$ 49,854	$ 4,799	$ 128,582	$ 1,490	$ 15,543	$ 240,000	$ -
Instructional support staff	-	-	-	-	-	19,532	24,584	-	-	-
Student transportation	-	-	-	72	-	-	-	-	-	-
Total Expenditures	$ -	$ 100,471	$ 82,330	$ 49,926	$ 4,799	$ 148,114	$ 26,074	$ 15,543	$ 240,000	$ -
RECEIPTS OVER (UNDER) EXPENDITURES	$ -	$ -	$ 24,868	$ 16,546	$ 12,159	$ -	$ 1,371	$ -	$ -	$ 5,000
UNENCUMBERED CASH - BEGINNING	400,747	-	-	20,075	25	-	-	-	-	-
UNENCUMBERED CASH - ENDING	$ 400,747	$ -	$ 24,868	$ 36,621	$ 12,184	$ -	$ 1,371	$ -	$ -	$ 5,000

USD 420 - OSAGE CITY
Osage City, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended June 30, 2021

	Balance July 1, 2020	Cash Receipts	Cash Disbursements	Balance June 30, 2021
Gamble Scholarship	$ 1,690	$ 500	$ 500	$ 1,690
Davies Memorial	2,720	300	-	3,020
High School				
Alumni Gifts	206	-	-	206
Class of 2019	137	-	137	-
Class of 2020	329	-	329	-
Class of 2021	10,152	240	9,892	500
Class of 2022	210	14,540	12,392	2,358
Class of 2023	10	3,061	1,300	1,771
Class of 2024	-	10	-	10
Art Club	2,072	-	24	2,048
Drama Club	492	312	394	410
School Play	2,086	-	360	1,726
Fellowship of Christian Athletes	2,762	900	220	3,442
O Club	2,105	1,000	-	3,105
HS Chorus	4	237	237	4
Student Council	2,027	1,406	2,040	1,393
Band instrument	-	1,102	1,102	-
Band Fund	1,796	-	53	1,743
National Forensic League	436	-	-	436
Scholars Bowl	3	-	-	3
Entrepreneurship	36	-	11	25
Spanish Club	361	54	144	271
National Honor Society	7	1,040	879	168
Key Club	837	74	102	809
FBLA	795	143	-	938
Cheerleaders	1,569	7,078	7,961	686
Pep Club	258	-	-	258
Dance Club	1,415	6,422	5,546	2,291
Indian Elite	-	220	-	220
Treble Tones	317	-	-	317
Nila Meyer	-	2,240	-	2,240
Sales Tax	255	-	140	115
Middle School				
Student Council	9,217	446	2,334	7,329
Middleschool Cheerleaders	1,583	2,305	3,256	632
Builders' Club	7,263	-	-	7,263
Sales Tax	-	983	983	-
Elementary School				
Student Council	6,414	4,840	6,606	4,648
Total Agency Funds	$ 59,564	$ 49,453	$ 56,942	$ 52,075

USD 420 - OSAGE CITY
Osage City, Kansas
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2021

	Balance July 1, 2020	Cash Receipts	Cash Disbursements	Ending Unencumbered Cash	Add Encumbrances and Accounts Payable	Balance June 30, 2021
Gate Receipts						
Elementary School						
Kids choir	$ 50	$ -	$ -	$ 50	$ -	$ 50
Middle School						
Athletics	19,276	9,559	11,591	17,244	-	17,244
High School						
Athletics	9,198	35,702	32,610	12,290	-	12,290
OC football	3,786	4,795	7,549	1,032	-	1,032
Subtotal Gate Receipts	$ 32,310	$ 50,056	$ 51,750	$ 30,616	$ -	$ 30,616
School Projects						
High School						
Color guard	$ 564	$ 184	$ 275	$ 473	$ -	$ 473
Industrial technology	-	2,810	2,810	-	-	-
Weightlifting fund	279	-	-	279	-	279
Baseball	1,211	3,006	855	3,362	-	3,362
Softball	-	106	-	106	-	106
Volleyball	1,633	617	781	1,469	-	1,469
Track	2,366	428	633	2,161	-	2,161
Robotics	1,183	-	-	1,183	-	1,183
Horticulture	1,041	-	-	1,041	-	1,041
Junior Class equipment	1,179	-	469	710	-	710
High School yearbook	1,157	5,302	4,955	1,504	-	1,504
ACCC fee fund	1,991	3,576	3,764	1,803	-	1,803
Middle School						-
Middle School yearbook	836	88	-	924	-	924
Elementary School						
K-Kids	147	224	336	35	-	35
Subtotal School Projects	$ 13,587	$ 16,341	$ 14,878	$ 15,050	$ -	$ 15,050
Total District Activity Funds	$ 45,897	$ 66,397	$ 66,628	$ 45,666	$ -	$ 45,666