

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED JUNE 30, 2020**

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 220
Ashland, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 220 and its related municipal entity, the Ashland Recreation Commission (collectively referred to as the Municipal Financial Reporting Entity), as of and for the year ended June 30, 2020, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

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 A, the financial statement is prepared by the Municipal Financial Reporting Entity on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Municipal Financial Reporting Entity as of June 30, 2020, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the Municipal Financial Reporting Entity as of June 30, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

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 (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, summary of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts and expenditures – actual and budget of the related municipal entity (Schedules 1, 2, 3, 4, and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated March 5, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/oar/municipal-services/municipal-audits>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended June 30, 2020 (Schedules 2 and 5 as listed in the table of contents) is presented for the purposes of additional analysis and is not a required part of the basic financial statement. Such 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2019, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

April 7, 2021

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

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

For the Year Ended June 30, 2020

<u>Fund</u>	<u>Beginning unencumbered cash balance (deficit)</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ 493	\$ -	\$ 2,058,365
Supplemental general	<u>50,864</u>	<u>180</u>	<u>700,966</u>
Total general funds	<u>51,357</u>	<u>180</u>	<u>2,759,331</u>
Special purpose funds:			
Driver training	5,785	-	1,430
Food service	20,991	-	196,200
Capital outlay	27,641	-	209,799
Special education	35,375	-	227,212
Recreation commission	283	-	23,244
Professional development	14,503	-	10,959
At-risk (K-12)	56,592	-	156,268
Career and postsecondary education	22,456	-	67,179
KPERS special retirement contribution	-	-	264,842
Bilingual	10,560	-	10,423
Preschool-aged at-risk	9,000	-	10,257
Contingency reserve	239,765	-	88,883
Textbook and student material revolving	4,344	1,647	31,130
Gifts and grants	77,186	-	219,653
Title I	-	-	38,466
REAP grant	(7,735)	-	23,209
Title II part A & D	205	-	7,795
Title IV drug free fund	-	-	11,107
CARES act	-	-	12,000
District activity funds	<u>5,103</u>	<u>-</u>	<u>56,114</u>
Total special purpose funds	<u>522,054</u>	<u>1,647</u>	<u>1,666,170</u>
Trust fund:			
Meginniss trust	<u>40,429</u>	<u>-</u>	<u>740</u>
Total Unified School District No. 220	613,840	1,827	4,426,241
Related municipal entity:			
Ashland Recreation Commission:			
General fund	<u>44,634</u>	<u>-</u>	<u>31,259</u>
Total municipal financial reporting entity (excluding agency funds)	<u>\$ 658,474</u>	<u>\$ 1,827</u>	<u>\$ 4,457,500</u>

<u>Expenditures</u>	<u>Ending unencumbered cash balance (deficit)</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance (deficit)</u>
\$ 2,057,036	\$ 1,822	\$ 17,192	\$ 19,014
645,125	106,885	4,989	111,874
<u>2,702,161</u>	<u>108,707</u>	<u>22,181</u>	<u>130,888</u>
5,686	1,529	-	1,529
174,904	42,287	976	43,263
147,009	90,431	10,356	100,787
220,178	42,409	51	42,460
22,279	1,248	-	1,248
12,143	13,319	155	13,474
147,744	65,116	-	65,116
58,609	31,026	-	31,026
264,842	-	-	-
20,291	692	-	692
10,263	8,994	10,263	19,257
115,248	213,400	-	213,400
36,845	276	18,502	18,778
272,825	24,014	142,604	166,618
38,466	-	-	-
20,443	(4,969)	-	(4,969)
6,431	1,569	-	1,569
13,000	(1,893)	-	(1,893)
9,958	2,042	5,061	7,103
57,744	3,473	-	3,473
<u>1,654,908</u>	<u>534,963</u>	<u>187,968</u>	<u>722,931</u>
<u>-</u>	<u>41,169</u>	<u>-</u>	<u>41,169</u>
4,357,069	684,839	210,149	894,988
<u>41,802</u>	<u>34,091</u>	<u>-</u>	<u>34,091</u>
<u>\$ 4,398,871</u>	<u>\$ 718,930</u>	<u>\$ 210,149</u>	<u>\$ 929,079</u>

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

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

For the Year Ended June 30, 2020

	<u>Ending cash balance</u>
Composition of cash balance:	
U.S.D. No. 220 accounts:	
Super now account	\$ 849,723
High school super now account	103,304
Certificates of deposit	41,169
Petty cash	<u>851</u>
	995,047
Agency funds	(92,863)
Non-activity funds	<u>(7,196)</u>
Total Unified School District No. 220 (excluding agency funds)	894,988
Related municipal entity:	
Ashland Recreation Commission:	
Checking account	<u>34,091</u>
Total municipal financial reporting entity (excluding agency funds)	<u><u>\$ 929,079</u></u>

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

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

NOTES TO THE FINANCIAL STATEMENT

June 30, 2020

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 220 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 220 (the Municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Ashland Recreation Commission. The Commission oversees recreational activities. Four of the five members of the governing board are appointed by the Board of Education. The Commission operates as a separate governing body, but the District levies the taxes for the Commission and the Commission has only the powers granted by K.S.A. 12-1928. The Commission cannot purchase real property but can acquire real property by gift.

2. Basis of Presentation - Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2020:

REGULATORY BASIS FUND TYPES

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

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

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

Agency funds - used to report assets held by the municipal financial reporting entity in a purely custodial capacity (i.e. student organization funds, etc.)

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

4. Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no budget amendments for this year.

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which receipts 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 state and federal grant funds, agency funds, trust funds, and the following special purpose funds:

- Contingency reserve
- Textbook and student material revolving
- Gifts and grants
- District activity 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.

5. In-Substance Receipt in Transit

The District received \$103,229 subsequent to June 30, 2020 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, the State Department of Education, and legal representatives of the District.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. At June 30, 2020, the REAP Grant and Title IV Drug Free funds had cash deficits. However, according to K.S.A. 12-1664 the District is not prohibited from financing the federal share of a local program from current funds, if available.

C. 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 to 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 risk.

C. DEPOSITS AND INVESTMENTS (CONTINUED)

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.

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$995,047 and the bank balance was \$1,002,734. Of the bank balance, \$363,812 was covered by federal depository insurance and \$638,922 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

D. LONG-TERM DEBT

Changes in long-term liabilities for the year ended June 30, 2020, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital leases:					
2015 International bus Issued July 27, 2015 In the amount of \$81,983 At interest rate of 3.00% Maturing July 27, 2020	\$ 17,506	\$ -	\$ 17,506	\$ -	\$ 543
HVAC and windows (QZAB) Issued September 25, 2017 In the amount of \$1,728,724 At interest rate of 0.00% Maturing September 15, 2032	<u>1,613,476</u>	<u>-</u>	<u>115,248</u>	<u>1,498,228</u>	<u>-</u>
Total capital leases	1,630,982	-	132,754	1,498,228	543
Voluntary early retirement	<u>49,763</u>	<u>-</u>	<u>28,050</u>	<u>21,713</u>	<u>-</u>
Total contractual indebtedness	<u>\$1,680,745</u>	<u>\$ -</u>	<u>\$ 160,804</u>	<u>\$1,519,941</u>	<u>\$ 543</u>

Current maturities of the capital lease payments are as follows:

<u>Year ended June 30,</u>	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 115,248	\$ -	\$ 115,248
2022	115,248	-	115,248
2023	115,248	-	115,248
2024	115,248	-	115,248
2025	115,248	-	115,248
2026-2030	576,240	-	576,240
2031-2033	<u>345,748</u>	<u>-</u>	<u>345,748</u>
Total	<u>\$ 1,498,228</u>	<u>\$ -</u>	<u>\$ 1,498,228</u>

D. LONG-TERM DEBT (CONTINUED)

Voluntary early retirement program. Certified personnel may voluntarily elect to retire early. Qualifying personnel must be a current full or part time employee of the District, have at least ten years of continuous service with the District, and be fully vested in KPERS. The annual rate of retirement compensation is one-quarter of the base pay for a beginning teacher for the year the benefit is paid. Benefits end after five years or when the retiree reaches age 65, whichever comes first. This program was replaced by the Longevity plan after the 2017 school year.

Current maturities of the voluntary early retirement payments are as follows:

<u>Year ended June 30,</u>	<u>Total due</u>
2021	\$ 12,063
2022	<u>9,650</u>
Total	<u>\$ 21,713</u>

E. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
General fund	Food service fund	\$ 70,000	K.S.A. 72-5167
General fund	Special education fund	211,932	K.S.A. 72-5167
General fund	Professional development fund	7,682	K.S.A. 72-5167
General fund	At-risk (K-12) fund	99,000	K.S.A. 72-5167
General fund	Career and postsecondary education fund	60,644	K.S.A. 72-5167
General fund	Bilingual fund	4,000	K.S.A. 72-5167
General fund	Preschool-aged at-risk fund	8,872	K.S.A. 72-5167
General fund	Contingency reserve fund	88,883	K.S.A. 72-5167
General fund	Textbook and student material revolving fund	<u>11,076</u>	K.S.A. 72-5167
Total general fund		<u>562,089</u>	
Supplemental general fund	Special education fund	14,080	K.S.A. 72-5143
Supplemental general fund	At-risk (K-12) fund	57,268	K.S.A. 72-5143
Supplemental general fund	Career and postsecondary education fund	6,175	K.S.A. 72-5143
Supplemental general fund	Bilingual fund	6,423	K.S.A. 72-5143
Supplemental general fund	Preschool-aged at-risk fund	<u>1,385</u>	K.S.A. 72-5143
Total supplemental general fund		<u>85,331</u>	
Total operating transfers		<u>\$ 647,420</u>	

Transfer to the related municipal entity was as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
Recreation commission fund	Ashland Recreation Commission	<u>\$ 22,279</u>	K.S.A. 12-1928

F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

Death and disability other post-employment benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate was set at 1% for the year ended June 30, 2020.

Section 125 plan. The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses, and qualified dependent care expenses. The plan is administered by a third-party administrator.

Compensated absences. The District's policy grants employees on twelve-month contracts ten or fifteen vacation days per year depending upon length of service. Vacation time is cumulative up to four weeks. Sick leave for employees on twelve-month contracts may be accumulated at the rate of six to twelve days per year up to a total accumulation of 36 to 100 days depending upon position of employment. In the event of death, retirement, or termination of employment for all employees, accumulated sick leave is lost. The District's policy is to recognize the costs of compensated absences when actually paid.

Longevity plan. Beginning July 1, 2017, the District provides an annual annuity per certified staff member for each year of employment. This is a deferred compensation plan that incorporates a 50% vested amount at the completion of the employee's fifth year of employment. The employee will gain 10% per year thereafter, becoming 100% vested at the end of the tenth year of employment. The District's contribution for the year ended June 30, 2020 was \$9,950.

G. DEFINED BENEFIT PENSION PLAN

General Information about the 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, by writing to KPERS (611 South Kansas, Suite 100; Topeka, KS 66603), or by calling 1-888-275-5737.

G. DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law establishes the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.59% and 13.21%, respectively, for the fiscal year ended June 30, 2019. The actuarially determined employer contribution rate and the statutory contribution rate was 16.51% and 14.41% for the fiscal year ended June 30, 2020.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64.13 million for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million per year. The first-year payment of \$6.4 million was received in July 2017 and appropriations for fiscal year 2018 were made for the State/School group at the statutory contribution rate of 12.01% for that year.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by \$194 million for the fiscal year ended June 30, 2019. Section 56(19) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2020. The level dollar amount was computed to be \$19.4 million per year.

2018 House Substitute for Senate Bill 109 provided for additional funding for KPERS School group. A payment of \$56 million was paid in fiscal year 2018. This bill also authorized a payment of \$82 million in fiscal year 2019.

2019 Senate Bill 9 authorized a payment of \$115 million for the KPERS School group.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The 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 \$264,842 for the year ended June 30, 2020.

G. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability

At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,306,711. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2019. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in 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.

H. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and State pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2020.

I. 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; natural disasters, and medical needs of employees. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District has joined together with other school districts in the State to participate in the Kansas Association of School Boards Workers Compensation Fund, 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 the Kansas Association of School Boards for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Workers Compensation fund will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the Kansas Association of School Boards management.

The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

J. OPERATING LEASES

The District has entered into an operating lease agreement for copiers and printers. Rental payments for the current year totaled \$11,967. The operating lease agreement expires during fiscal year 2022.

The following is an annual schedule of future minimum rental payments under the operating lease:

<u>Year ended June 30,</u>	<u>Total due</u>
2021	\$ 11,595
2022	<u>4,831</u>
Total	<u>\$ 16,426</u>

K. CORONAVIRUS (COVID-19)

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. On March 12, 2020, the Governor issued Executive Order No. 20-07 which required school buildings and facilities to close and cease in-person instruction. On March 27, 2020 the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was passed by Congress and signed into law by the President to provide economic assistance to individuals, businesses, and municipalities affected by the pandemic. In response to the CARES Act, the Governor formed the Strengthening People and Revitalizing Kansas (SPARK) Taskforce to oversee the statewide distribution of CARES Act funding. On June 16, 2020 the State Finance Council approved the SPARK Taskforce's proposal to distribute money to the various counties to help address the health and economic challenges inflicted by COVID-19 based on the county's population and impact from COVID-19. To ensure that all educational and municipal entities within counties receive the Coronavirus Relief Funds, the SPARK Taskforce directed counties to allocate and share Coronavirus Relief Funds with public educational and municipal entities within their counties to help meet their respective health and economic challenges.

While management cannot quantify the financial and other impacts to the District, management believes that an impact on the District's financial position and results of future operations is reasonably possible.

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through April 7, 2021, the date on which the financial statement was available to be issued. Management does not believe any events have occurred which affect the financial statement as presented except for the ongoing concern regarding the novel strain of coronavirus (COVID-19) as discussed in Note K above.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2020

Fund	Certified budget	Adjustment to comply with legal maximum budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General funds:						
General	\$ 2,090,243	\$ (33,713)	\$ 506	\$ 2,057,036	\$ 2,057,036	\$ -
Supplemental general	653,740	(8,615)	-	645,125	645,125	-
Special purpose funds:						
Driver training	7,285	-	-	7,285	5,686	1,599
Food service	185,151	-	-	185,151	174,904	10,247
Capital outlay	220,100	-	-	220,100	147,009	73,091
Special education	248,095	-	-	248,095	220,178	27,917
Recreation commission	23,250	-	-	23,250	22,279	971
Professional development	25,752	-	-	25,752	12,143	13,609
At-risk (K-12)	197,860	-	-	197,860	147,744	50,116
Career and postsecondary education	62,456	-	-	62,456	58,609	3,847
KPERs special retirement contribution	303,766	-	-	303,766	264,842	38,924
Bilingual	20,983	-	-	20,983	20,291	692
Preschool-aged at-risk	17,872	-	-	17,872	10,263	7,609
Total Unified School District No. 220	4,056,553	(42,328)	506	4,014,731	3,786,109	228,622
Related municipal entity: Ashland Recreation Commission	75,000	-	-	75,000	41,802	33,198
Total municipal financial reporting entity	<u>\$ 4,131,553</u>	<u>\$ (42,328)</u>	<u>\$ 506</u>	<u>\$ 4,089,731</u>	<u>\$ 3,827,911</u>	<u>\$ 261,820</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid:				
Equalization aid	\$ 1,810,849	\$ 1,895,053	\$ 1,919,880	\$ (24,827)
Mineral production tax	8,059	5,874	7,000	(1,126)
Special education aid	155,683	156,932	162,880	(5,948)
State aid reimbursement	-	506	-	506
Total receipts	1,974,591	2,058,365	\$ 2,089,760	\$ (31,395)
Expenditures:				
Instruction	724,197	774,679	\$ 863,821	\$ 89,142
Student support services	42,854	45,437	45,950	513
Instructional support staff	-	45	-	(45)
General administration	151,394	192,381	179,130	(13,251)
School administration	252,014	270,018	267,050	(2,968)
Operations and maintenance	111,040	114,818	172,200	57,382
Student transportation services	102,738	97,569	152,500	54,931
Operating transfers	589,973	562,089	409,592	(152,497)
Adjustment to comply with legal maximum budget	-	-	(33,713)	(33,713)
Legal general fund budget	1,974,210	2,057,036	2,056,530	(506)
Adjustment for qualifying budget credits	-	-	506	506
Total expenditures	1,974,210	2,057,036	\$ 2,057,036	\$ -
Receipts over (under) expenditures	381	1,329		
Unencumbered cash, beginning of year	112	493		
Unencumbered cash, end of year	\$ 493	\$ 1,822		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 20,761	\$ 21,820	\$ 8,510	\$ 13,310
Current tax	524,962	506,730	453,656	53,074
Delinquent tax	15,455	2,595	8,494	(5,899)
Motor vehicle tax	43,779	39,585	37,075	2,510
Recreational vehicle tax	733	501	398	103
State aid:				
Supplemental state aid	70,794	129,735	131,467	(1,732)
Total receipts	<u>676,484</u>	<u>700,966</u>	<u>\$ 639,600</u>	<u>\$ 61,366</u>
Expenditures:				
Instruction	355,592	362,482	\$ 382,399	\$ 19,917
General administration	25,785	79,675	80,000	325
Operations and maintenance	110,102	98,914	122,650	23,736
Student transportation services	2,232	18,723	5,000	(13,723)
Operating transfers	153,994	85,331	63,691	(21,640)
Adjustment to comply with legal maximum budget	-	-	(8,615)	(8,615)
Total expenditures	<u>647,705</u>	<u>645,125</u>	<u>\$ 645,125</u>	<u>\$ -</u>
Receipts over (under) expenditures	28,779	55,841		
Unencumbered cash, beginning of year	22,085	50,864		
Prior year canceled encumbrances	-	180		
Unencumbered cash, end of year	<u>\$ 50,864</u>	<u>\$ 106,885</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

DRIVER TRAINING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 441	\$ 1,430	\$ 1,300	\$ 130
Other	-	-	200	(200)
Transfers:				
General fund	3,000	-	-	-
Total receipts	<u>3,441</u>	<u>1,430</u>	<u>\$ 1,500</u>	<u>\$ (70)</u>
Expenditures:				
Instruction	5,455	5,401	\$ 6,785	\$ 1,384
Operations and maintenance	120	285	500	215
Total expenditures	<u>5,575</u>	<u>5,686</u>	<u>\$ 7,285</u>	<u>\$ 1,599</u>
Receipts over (under) expenditures	(2,134)	(4,256)		
Unencumbered cash, beginning of year	<u>7,919</u>	<u>5,785</u>		
Unencumbered cash, end of year	<u>\$ 5,785</u>	<u>\$ 1,529</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

FOOD SERVICE FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Federal aid	\$ 103,448	\$ 89,862	\$ 41,578	\$ 48,284
State aid	1,207	1,269	856	413
Charges for services	47,526	31,332	51,725	(20,393)
Other	49	3,737	-	3,737
Transfers:				
General fund	20,000	70,000	70,000	-
Total receipts	<u>172,230</u>	<u>196,200</u>	<u>\$ 164,159</u>	<u>\$ 32,041</u>
Expenditures:				
Operations and maintenance	40,255	17,989	\$ 7,501	\$ (10,488)
Food service operations	<u>156,234</u>	<u>156,915</u>	<u>177,650</u>	<u>20,735</u>
Total expenditures	<u>196,489</u>	<u>174,904</u>	<u>\$ 185,151</u>	<u>\$ 10,247</u>
Receipts over (under) expenditures	(24,259)	21,296		
Unencumbered cash, beginning of year	<u>45,250</u>	<u>20,991</u>		
Unencumbered cash, end of year	<u>\$ 20,991</u>	<u>\$ 42,287</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 4,505	\$ 4,811	\$ -	\$ 4,811
Current tax	116,552	166,338	147,895	18,443
Delinquent tax	3,488	589	1,895	(1,306)
Motor vehicle tax	9,170	8,627	8,119	508
Recreational vehicle tax	155	110	87	23
State aid	2,477	14,098	14,255	(157)
Interest	9,597	3,906	7,000	(3,094)
Other	6,083	11,320	20,000	(8,680)
Total receipts	<u>152,027</u>	<u>209,799</u>	<u>\$ 199,251</u>	<u>\$ 10,548</u>
Expenditures:				
Instruction	22,288	3,660	\$ 7,000	\$ 3,340
Student support services	-	-	1,000	1,000
General administration	42,270	-	-	-
Operations and maintenance	97,259	109,861	115,000	5,139
Transportation	77,073	33,488	90,000	56,512
Facility acquisition and construction service	567	-	7,100	7,100
Total expenditures	<u>239,457</u>	<u>147,009</u>	<u>\$ 220,100</u>	<u>\$ 73,091</u>
Receipts over (under) expenditures	(87,430)	62,790		
Unencumbered cash, beginning of year	<u>115,071</u>	<u>27,641</u>		
Unencumbered cash, end of year	<u>\$ 27,641</u>	<u>\$ 90,431</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

SPECIAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Other	\$ 2,400	\$ 1,200	\$ 20,000	\$ (18,800)
Transfers:				
General fund	205,683	211,932	192,720	19,212
Supplemental general fund	-	14,080	-	14,080
Total receipts	<u>208,083</u>	<u>227,212</u>	<u>\$ 212,720</u>	<u>\$ 14,492</u>
Expenditures:				
Instruction	209,050	212,352	\$ 236,995	\$ 24,643
Student transportation services	10,185	7,826	11,100	3,274
Total expenditures	<u>219,235</u>	<u>220,178</u>	<u>\$ 248,095</u>	<u>\$ 27,917</u>
Receipts over (under) expenditures	(11,152)	7,034		
Unencumbered cash, beginning of year	<u>46,527</u>	<u>35,375</u>		
Unencumbered cash, end of year	<u>\$ 35,375</u>	<u>\$ 42,409</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

RECREATION COMMISSION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 751	\$ 794	\$ 1,213	\$ (419)
Current tax	19,380	20,899	18,492	2,407
Delinquent tax	594	98	319	(221)
Motor vehicle tax	1,529	1,435	1,360	75
Recreational vehicle tax	26	18	15	3
Other	-	-	1,890	(1,890)
Total receipts	22,280	23,244	<u>\$ 23,289</u>	<u>\$ (45)</u>
Expenditures:				
Transfer to related municipal entity	23,250	22,279	<u>\$ 23,250</u>	<u>\$ 971</u>
Receipts over (under) expenditures	(970)	965		
Unencumbered cash, beginning of year	<u>1,253</u>	<u>283</u>		
Unencumbered cash, end of year	<u>\$ 283</u>	<u>\$ 1,248</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
State aid	\$ 2,408	\$ 3,277	\$ 1,250	\$ 2,027
Transfers:				
General fund	<u>28,000</u>	<u>7,682</u>	<u>10,000</u>	<u>(2,318)</u>
Total receipts	30,408	10,959	<u>\$ 11,250</u>	<u>\$ (291)</u>
Expenditures:				
Instructional support staff	<u>17,127</u>	<u>12,143</u>	<u>\$ 25,752</u>	<u>\$ 13,609</u>
Receipts over (under) expenditures	13,281	(1,184)		
Unencumbered cash, beginning of year	<u>1,222</u>	<u>14,503</u>		
Unencumbered cash, end of year	<u>\$ 14,503</u>	<u>\$ 13,319</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

AT-RISK (K-12) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfers:				
General fund	\$ 100,000	\$ 99,000	\$ 84,000	\$ 15,000
Supplemental general fund	129,838	57,268	57,268	-
Total receipts	229,838	156,268	<u>\$ 141,268</u>	<u>\$ 15,000</u>
Expenditures:				
Instruction	188,751	147,744	<u>\$ 197,860</u>	<u>\$ 50,116</u>
Receipts over (under) expenditures	41,087	8,524		
Unencumbered cash, beginning of year	15,505	56,592		
Unencumbered cash, end of year	<u>\$ 56,592</u>	<u>\$ 65,116</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

CAREER AND POSTSECONDARY EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 914	\$ 360	\$ -	\$ 360
Transfers:				
General fund	58,497	60,644	40,000	20,644
Supplemental general fund	-	6,175	-	6,175
Total receipts	59,411	67,179	<u>\$ 40,000</u>	<u>\$ 27,179</u>
Expenditures:				
Instruction	40,305	58,609	<u>\$ 62,456</u>	<u>\$ 3,847</u>
Receipts over (under) expenditures	19,106	8,570		
Unencumbered cash, beginning of year	3,350	22,456		
Unencumbered cash, end of year	<u>\$ 22,456</u>	<u>\$ 31,026</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

KPERs SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 180,561	\$ 264,842	\$ 303,766	\$ (38,924)
Expenditures:				
Instruction	124,586	167,328	\$ 215,766	\$ 48,438
Student support services	4,875	6,290	8,000	1,710
Instructional support staff	3,431	-	8,000	8,000
General administration	4,695	20,710	8,000	(12,710)
School administration	14,806	37,007	25,000	(12,007)
Central services	4,514	-	8,000	8,000
Operations and maintenance	11,014	15,197	15,000	(197)
Student transportation services	6,681	11,082	8,000	(3,082)
Food service operations	5,959	7,228	8,000	772
Total expenditures	180,561	264,842	\$ 303,766	\$ 38,924
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

BILINGUAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfers:				
General fund	\$ 10,000	\$ 4,000	\$ 4,000	\$ -
Supplemental general fund	15,156	6,423	6,423	-
Total receipts	25,156	10,423	<u>\$ 10,423</u>	<u>\$ -</u>
Expenditures:				
Instruction	15,941	20,291	<u>\$ 20,983</u>	<u>\$ 692</u>
Receipts over (under) expenditures	9,215	(9,868)		
Unencumbered cash, beginning of year	1,345	10,560		
Unencumbered cash, end of year	<u>\$ 10,560</u>	<u>\$ 692</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

PRESCHOOL-AGED AT-RISK FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfers:				
General fund	\$ -	\$ 8,872	\$ 8,872	\$ -
Supplemental general fund	9,000	1,385	-	1,385
Total receipts	9,000	10,257	<u>\$ 8,872</u>	<u>\$ 1,385</u>
Expenditures:				
Instruction	9,000	10,263	<u>\$ 17,872</u>	<u>\$ 7,609</u>
Receipts over (under) expenditures	-	(6)		
Unencumbered cash, beginning of year	9,000	9,000		
Unencumbered cash, end of year	<u>\$ 9,000</u>	<u>\$ 8,994</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2020

	<u>Contingency reserve</u>	<u>Textbook and student material revolving</u>	<u>Gifts and grants</u>	<u>Title I</u>
Receipts:				
Fees	\$ -	\$ 20,054	\$ -	\$ -
State aid	-	-	4,017	-
Federal aid	-	-	50,000	38,466
Grants	-	-	500	-
Gifts	-	-	56,088	-
Sales tax	-	-	109,048	-
Transfers:				
General fund	<u>88,883</u>	<u>11,076</u>	<u>-</u>	<u>-</u>
Total receipts	<u>88,883</u>	<u>31,130</u>	<u>219,653</u>	<u>38,466</u>
Expenditures:				
Instruction	-	36,845	258,867	38,466
Operations and maintenance	-	-	11,502	-
Student transportation services	-	-	1,004	-
Food service operations	-	-	1,452	-
Debt service	<u>115,248</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>115,248</u>	<u>36,845</u>	<u>272,825</u>	<u>38,466</u>
Receipts over (under) expenditures	(26,365)	(5,715)	(53,172)	-
Unencumbered cash (deficit), beginning of year	239,765	4,344	77,186	-
Prior year canceled encumbrances	<u>-</u>	<u>1,647</u>	<u>-</u>	<u>-</u>
Unencumbered cash (deficit), end of year	<u>\$ 213,400</u>	<u>\$ 276</u>	<u>\$ 24,014</u>	<u>\$ -</u>

See Independent Auditor's Report

<u>REAP grant</u>	<u>Title II part A & D</u>	<u>Title IV drug free</u>	<u>CARES act</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ 20,054
-	-	-	-	4,017
23,209	7,795	11,107	12,000	142,577
-	-	-	-	500
-	-	-	-	56,088
-	-	-	-	109,048
-	-	-	-	99,959
<u>23,209</u>	<u>7,795</u>	<u>11,107</u>	<u>12,000</u>	<u>432,243</u>
20,443	6,431	13,000	9,958	384,010
-	-	-	-	11,502
-	-	-	-	1,004
-	-	-	-	1,452
-	-	-	-	115,248
<u>20,443</u>	<u>6,431</u>	<u>13,000</u>	<u>9,958</u>	<u>513,216</u>
2,766	1,364	(1,893)	2,042	(80,973)
(7,735)	205	-	-	313,765
-	-	-	-	1,647
<u>\$ (4,969)</u>	<u>\$ 1,569</u>	<u>\$ (1,893)</u>	<u>\$ 2,042</u>	<u>\$ 234,439</u>

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

MEGINNISS TRUST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	<u>2019</u>	<u>2020</u>
Receipts:		
Interest	\$ 680	\$ 740
Expenditures	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	680	740
Unencumbered cash, beginning of year	<u>39,749</u>	<u>40,429</u>
Unencumbered cash, end of year	<u>\$ 40,429</u>	<u>\$ 41,169</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended June 30, 2020

<u>Fund</u>	Beginning unencumbered cash balance	Receipts	Expenditures	Ending unencumbered cash balance	Add encumbrances and accounts payable	Ending cash balance
Athletics	\$ 260	\$ 43,730	\$ 42,488	\$ 1,502	\$ -	\$ 1,502
Jay TV	941	60	670	331	-	331
Book fair	1,014	1,571	2,509	76	-	76
Memorial fund	541	-	-	541	-	541
High school quiz bowl	-	700	700	-	-	-
Junior high quiz bowl	-	200	200	-	-	-
Band and music	-	882	882	-	-	-
Annual	1,812	5,441	6,432	821	-	821
Forensics	535	270	603	202	-	202
General	-	3,260	3,260	-	-	-
Total district activity funds	<u>\$ 5,103</u>	<u>\$ 56,114</u>	<u>\$ 57,744</u>	<u>\$ 3,473</u>	<u>\$ -</u>	<u>\$ 3,473</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended June 30, 2020

<u>Fund</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Student activity funds:				
A-club	\$ 3,144	\$ 590	\$ 153	\$ 3,581
Elementary PTA	4,978	3,657	1,341	7,294
Booster club	1,540	4,763	4,898	1,405
S.H.O.W.	10,617	346	2,375	8,588
FFA	7,127	10,470	10,678	6,919
National Honor Society	753	-	-	753
FCA	556	-	-	556
Youth entrepreneurship	-	385	6	379
STUCO	3,112	1,924	2,042	2,994
History club	83	120	170	33
Tennis club	202	494	168	528
JH volleyball club	1	1,443	927	517
HS volleyball club	488	-	192	296
JH football club	-	442	393	49
HS football club	547	-	-	547
HS golf club	307	2,168	1,587	888
JH track club	11	-	-	11
HS track club	404	-	-	404
JH boys basketball club	391	336	324	403
JH girls basketball club	34	19	19	34
HS boys basketball club	2,469	-	59	2,410
HS girls basketball club	1,078	273	306	1,045
Forensics club	21	177	198	-
Quiz bowl club	15	331	160	186
Drama club	2,923	-	-	2,923
Music club	1,003	-	251	752
After prom	1,934	4,000	-	5,934
Weightlifting club	350	550	490	410
Dance/drill	116	-	-	116
High school cheerleaders	410	2,343	2,598	155
Junior high school cheerleaders	71	5,063	3,465	1,669
Class of 2019	1,911	36	1,388	559
Class of 2020	5,432	458	4,780	1,110
Class of 2021	5,491	20,696	10,995	15,192
Class of 2022	8,535	2,697	-	11,232
Class of 2023	4,512	2,320	450	6,382
Class of 2024	340	277	233	384
Class of 2025	-	1,343	60	1,283
IRC - special ed	2,710	-	-	2,710
Concessions	-	39,189	37,189	2,000
	<u>73,616</u>	<u>106,910</u>	<u>87,895</u>	<u>92,631</u>
Total student activity funds				
	73,616	106,910	87,895	92,631
District clearing funds:				
Insurance payments	-	947	715	232
	<u>-</u>	<u>947</u>	<u>715</u>	<u>232</u>
Total agency funds	<u>\$ 73,616</u>	<u>\$ 107,857</u>	<u>\$ 88,610</u>	<u>\$ 92,863</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220
ASHLAND, KANSAS**

**ASHLAND RECREATION COMMISSION
(A RELATED MUNICIPAL ENTITY)**

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfer from Unified School District No. 220	\$ 15,185	\$ 23,653	\$ 23,626	\$ 27
Fees	360	1,945	1,200	745
Interest	467	301	-	301
Gifts and grants	20,000	5,140	-	5,140
Miscellaneous	830	220	-	220
Total receipts	36,842	31,259	\$ 24,826	\$ 6,433
Expenditures:				
Recreation supplies	454	826	\$ 1,500	\$ 674
Utilities	961	1,044	2,500	1,456
Equipment	846	4,461	8,000	3,539
Instructors and coaches	2,020	-	-	-
Officials	407	3,203	-	(3,203)
Tournament fees	750	100	-	(100)
Advertising and office supplies	114	228	-	(228)
Repair, maintenance, mowing and rentals	4,558	17,503	20,000	2,497
Director salary	1,500	6,175	8,000	1,825
Insurance	3,496	3,256	6,000	2,744
Accounting and audit	1,769	1,822	2,000	178
Taxes	791	1,464	-	(1,464)
Uniforms and shirts	220	594	-	(594)
Capital projects	-	24	27,000	26,976
Miscellaneous	256	1,102	-	(1,102)
Total expenditures	18,142	41,802	\$ 75,000	\$ 33,198
Receipts over (under) expenditures	18,700	(10,543)		
Unencumbered cash, beginning of year	25,934	44,634		
Unencumbered cash, end of year	\$ 44,634	\$ 34,091		

See Independent Auditor's Report.