UNIFIED SCHOOL DISTRICT NO. 223
BARNES, KANSAS

FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 2021

BRUNA AUDITING SERVICES LLC
DEREK BRUNA
CERTIFIED PUBLIC ACCOUNTANT
WASHINGTON, KANSAS

Unified School District No. 223
Barnes, Kansas
Financial Statements
For the fiscal year ended June 30, 2021

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 223
Barnes, Kansas 66933

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 223, as of and for the year ended June 30, 2021 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements
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
My responsibility is to express an opinion on the financial statement based on my audit. I conducted my 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 I 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles
As described in Note A of the financial statement, the financial statement is prepared by the Unified School District No. 223 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 my 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 Unified School District No. 223 as of June 30, 2021, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In my opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 223 as of June 30, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note A.

Other Matters-Supplementary Information
My audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds, and schedules of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, (Statements 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 my 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.

I also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 223 as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated 12/14/20, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link http://www.admin.ks.gov/offices/chief-financial-officer/municipal-services. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2021 (Statement 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2020, on the basis of accounting described in Note A.

Bruna Auditing Services LLC
Derek Bruna, CPA
12/21/21

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
Regulatory Basis
For The Year Ended June 30, 2021

Fund	Statement Number	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	STATEMENT 1 Ending Cash Balance
General Funds:								
General Fund	3-1	$ 0	$ 0	$ 3,400,848	$ 3,400,848	$ 0	$ 0	$ 0
Supplemental General	3-2	130,485	0	1,041,462	1,023,395	148,552	0	148,552
Special Purpose Funds:								
At Risk-(K 12) Fund	3-3	0	0	235,000	235,000	0	0	0
Bilingual Education	3-4	750	0	39,000	39,750	0	0	0
Capital Outlay Fund	3-5	2,103,565	0	1,129,982	2,138,129	1,095,418	0	1,095,418
Driver Training	3-6	25,693	0	5,342	318	30,717	0	30,717
Food Service Fund	3-7	87,580	0	279,104	275,041	91,643	0	91,643
Professional Development Fund	3-8	23,241	0	10,573	9,878	23,936	0	23,936
Title IV A	3-9	0	0	12,249	12,249	0	0	0
Special Education Fund	3-10	212,283	0	747,699	755,931	204,051	0	204,051
Career and Post Secondary Fund	3-11	0	0	270,500	270,500	0	0	0
Gifts and Grants Fund	3-12	30,799	0	13,471	14,038	30,232	0	30,232
Interest	3-13	0	0	0	0	0	0	0
COVID Relief Fund	3-14	0	0	186,344	186,344	0	0	0
Title I Fund-Current	3-15	0	0	74,520	74,520	0	0	0
Title I-Carryover	3-16	0	0	0	0	0	0	0
Title II A-Teacher Quality Fund	3-17	0	0	15,263	15,263	0	0	0
KPERS Retirement Fund	3-18	0	0	354,973	354,973	0	0	0
Contingency Reserve Fund	3-19	185,000	0	0	11,988	173,012	11,988	185,000
Textbook Rental Fund	3-20	38,655	0	22,688	27,129	34,214	0	34,214
Small Rural School Fund	3-21	0	0	9,162	9,162	0	0	0
Bond and Interest Funds:								
Bond and Interest Fund	3-22	41	0	0	0	41	0	41
Activity Fund	4	71,553	0	201,947	188,911 0	84,589	0	84,589
Total Reporting Entity (Exluding Agency)		$ 2,909,645	0	8,050,127	9,043,367 0	1,916,405	11,988	1,928,393

Composition of Cash					
Investments		Cash in Checking		Total Cash	1,980,684
Money Market Accounts	$ 0	Op Accounts-District	1,843,804	Less Agency Funds (Statement 4)	(52,291)
Money Market Accounts Other	0	Op Accounts-Agency/Activity Funds	136,880	Total Cash Excluding Agency/Trust Funds	1,928,393
Certificate of Deposit	0	Trust Funds	0		

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Unified School District No. 223 is a municipal Corporation established under Kansas Statute. All USDs in Kansas are required to be audited under K.S.A. 75-1122. The District is governed by an elected seven-member board. The financial statements present the financial condition and results of operation of the district. The District's major operations include primary and secondary education for young people. The scope of the entity for financial reporting purposes is designed as those funds for which the District has oversight responsibility and is primarily accountable. Oversight responsibility includes budgetary authority and fiscal management responsibility. Budgetary authority is defined as authority for final approval of budgetary appropriations and revisions. Fiscal management responsibility is control of the collection and disbursement of funds.
The Kansas Municipal Audit and Accounting Guide will be referred to as KMAAG throughout the notes.

Basis of Presentation/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 in accordance with special regulations, restricts, or limitations. The following are Regulatory Basis Fund Types:

Governmental Funds

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

Capital project fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

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

Fidcuiary Funds:

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.). Please refer to Statement 4 for further information.

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

Basis of Accounting-KMAAG Regulatory Basis of Accounting (Formerly Statutory Basis)

The KMAAG regulatory audit requirement of K.S.A. 75-1122 applies to each individual municipality as defined in K.S.A. 75-1117. The KMAAG regulatory financial reporting entity is comprised of the "municipality" as defined in K.S.A. 75-1117, as a minimum, and may also include certain separate legal entities referred to as "related municipal entities" as defined by KMAAG.

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

GAAP Basis Financial Statements - Minimum Requirements. GAAP basis financial statements are financial statements prepared in accordance with "Governmental Accounting and Financial Reporting Standards" as promulgated by the Governmental Accounting Standards Board (GASB). For KMAAG

purposes, if GAAP basis financial statements are presented, the basic financial statements and notes must be presented at a minimum. All other supplemental schedules are optional. However, the KMAAG mandatory note disclosures (if applicable) must still be presented even though they might not otherwise be required by GAAP to be included in the notes. KMAAG does not provide an example of GAAP financial statements.
Regulatory Basis Financial Statements - Minimum Requirements. If GAAP basis financial statements are not presented, then: 1) a GAAP waiver resolution must be passed, and 2) regulatory basis financial statements including regulatory-required supplementary information, must be presented. Regulatory basis financial statements are financial statements prepared in accordance with the guidelines of KMAAG. Such financial statements are prepared on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas and prepared in accordance with the prescribed format established by KMAAG.

The regulatory basis financial statement consists of a single basic financial statement which is a summary statement containing all funds and related municipalities included in the financial reporting entity and demonstrating compliance with the cash basis law. The remainder of the required financial information to be presented is considered regulatory-required supplemental information which includes 1) a fund summary schedule containing all funds and showing compliance with the budget law for those funds required to be budgeted, 2) individual fund schedules for all funds except agency funds, with budget comparisons for those funds required to be budgeted, 3) a fund summary schedule, for agency funds only, showing cash balances and changes therein, and 4) special schedules unique to the municipality. Note: Regulatory-required supplementary information are the additional schedules that are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide and are not to be considered as required supplementary information as defined by auditing standards generally accepted in the United States of America. In addition, the KMAAG mandatory note disclosures must be presented and must include all disclosures necessary for fair presentation in accordance with the KMAAG regulatory basis framework. All other schedules that may be presented are optional.

Departure from GAAP
A waiver from the requirement to prepare and audit GAAP basis financial statements is necessary *only if* the municipality decides to present regulatory basis financial statements. A waiver is not required for financial statements that are prepared in accordance with the GAAP basis framework but include certain departures from GAAP. For example, if GAAP financial statements are presented but do not include the management discussion and analysis, this would be a departure from GAAP. However, even lacking the management discussion and analysis required supplementary information, the basic financial statements may still be presented on a GAAP basis framework, thus a waiver would not be required. The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c) waiving the annual for application of GAAP for the year ended 6/30/21. This waiver is completed annually and allows the District to use the regulatory basis of accounting.

The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balance, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statement.

Reimbursed Expenses
The purpose of these expenditures is to repay the district for amounts remitted on behalf of another party and such expenditures are exempt for 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 statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement. The Municipality records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

2020 Financial Data
Amounts that are shown for 2020 in the accompanying financial statements are included where practical, only to provide a basis for comparison with 2021, and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.

Cash and Time Deposits
Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost. These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate. Time deposits are carried at cost plus accrued interest. The

carrying amount of deposits is separately displayed as cash and time deposits.

General Fixed Assets
General fixed assets purchased are recorded as expenditures at the time of purchase, except for assets acquired with federally assisted funds. Assets of the School District are not recorded in a permanent set of records.

Vouchers Payable
Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Encumbrances
Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balance
The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Bonds Payable
Bonds which are outstanding at the end of the fiscal year. The District has none to report.

Budgetary Data
Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service fund. The statutes provide for the following sequence and time table in the adoption of the annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1st.
- Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
- Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- 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 increase 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 10 days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this fiscal 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budget receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditures authority) lapse at year-end.

A legal operating budget is not required for trust funds, agency funds, activity funds, and the following special revenue funds: Other Fee and User Charges/Clearing Accounts, Contingency Reserve, Textbook Rental, Employee Benefits, Title I, Title IIA, Title IV, Small Rural Schools, and other Federal Funds.

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.

Tax Cycle
The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to County Treasurer, who prepares tax statements and receives payments. These taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20 and May 10. Delinquent taxes are assessed interest at 9% per annum. This interest is retained by the County. Taxes levied to finance the budget are made available to the District after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed through the year.

The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's Office annually the determination of assessed valuation and the collections of property taxes for all political subdivisions in determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One- half of the property taxes are due December 20 and distributed to the District by January 20 to help finance the current year's budget. The second half is due May 10 and distributed to the District June 5. The District Treasurer draws all available funds from the County Treasurer's Office at designated times throughout the year.

Inventories/Prepaid Expenses
Inventories and prepaid expenses which benefit future periods are recorded as an expenditures during the year of purchase. For disclosure purposes, material inventories would be reported as an asset offset by a reserve. The district had no material inventories.

Use of Estimates
The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of revenues, expenditures, and fund balances. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY
Compliance With Kansas Statutes and Other Finance Related Legal Matters
Contrary to provisions of K.S.A. 79-2935, the current year expenditures of the Food Service Fund exceeded the adopted budget.
Authorized Over-Encumbered Cash Balance-Federal Funds
K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

NOTE 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 have a main 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. Cash balances from all funds are combined and invested to the extent available in certificates of deposits and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

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

At year-end the carrying amount of the district's deposits, including certificates of deposit and money market accounts was $1,980,684. The district checking account balances were $1,843,804. The activity/agency operating accounts had a balance of $136,880. Any differences between the carrying amount and the bank balance are outstanding checks and deposits in transit. Of the bank balance, $318,487 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the district's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a third-party custodial agreement signed by all three parties: the district, the pledging bank, and the independent third-party banks holding the securities.

Investment Policy
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 investment choices. Funds of the district were on deposit in interest bearing accounts in banks and Certificates of Deposits issued by banks at June 30, 2021. The cash of each of the funds of the district is pooled together so that better management of cash and investments can be practiced, resulting in greater earnings accruing to the district. Please refer to Statement 1 to review how the various funds are accruing interest.

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

NOTE D- FRINGE BENEFIT PLAN I.R.C. 125
The District has in place an IRS-IRC Section #125 "Cafeteria" Fringe Benefit Plan. The District shall pay the cost of a single health care premium for each teacher up to and including an amount of $515.50 per month. No cash-in-lieu arrangements will be considered under any circumstances. Participation in the district group health plan is mandatory to receive this benefit.

Any employee may reduce his/her salary by an amount up to the statutory limit on non-taxable benefits as set forth in the program. Items by which the employee may reduce his/her contract are as follows: Group Medical Insurance, Disability Insurance, Group term life insurance up to $50,000, Cancer Insurance, Medical Reimbursement, Dependent Care, Dental and Vision Insurance, and Health Savings Accounts. The District provides full family health insurance coverage for the Superintendent and for the principals with the designated common carrier.

The plan year runs from September 1 to August 31st annually. The maximum benefit allowance per employee is $2750/yr for the year ended June 30, 2021. The maximum for the dependent care reimbursement account is $10,500 annually.

NOTE E- COMPENSATED ABSENCES-VACATION AND SICK PAY
The district has not computed or recorded the potential liability for sick/vacation leave that is available to all full time employees. The amount varies by position. (Please refer to the negotiated agreement for further specification.)

NOTE F- COMPENSATED ABSENCES
The District's policies regarding vacation and sick leave are: Teachers are allowed nine days sick leave accumulative to 90 days and three personal leave, non-accumulative; the Superintendent is allowed 12 days sick leave accumulative to 60 days, three days personal leave, non-accumulative, and 20 days annual vacation leave; the principals are allowed 12 days sick leave accumulative to 60 days and two days personal leave accumulative to three days; the U.S.D. clerk/secretary is allowed 12 days sick leave accumulative to 60 days, three days personal leave, non-accumulative, and 12 days annual leave, non-accumulative; the building secretaries are allowed 10 days sick leave accumulative to 30 days and two days personal leave, non-accumulative; the cooks and teachers' aides are allowed nine days sick leave accumulative to 30 days and two days personal leave, non-accumulative; the custodians are allowed 12 days sick leave accumulative to 60 days, three days personal leave, non- accumulative, and 12 days annual leave, non-accumulative; the maintenance/transportation supervisor is allowed 12 days sick-leave accumulative to 60 days, three days personal leave, non-accumulative, and 12 days annual leave, non-accumulative; the U.S.D. treasurer/central office secretary is allowed 12 days sick leave accumulative to 60 days, three days personal leave, non-accumulative, and 12 days annual leave, non-accumulative; the bus drivers are allowed nine days sick leave accumulative to 30 days and 2 personal days leave, non-accumulative.

After 5 years of consecutive and continuous service in USD #223, teachers who retire in the district under KPERS guidelines shall be paid for unused sick leave up to a maximum of 60 days at the amount of half rate of substitute pay per day for every day of unused sick leave that they may have accumulated at the end of the contract year at which retirement is to take place. In order to receive benefits for payment of unused sick leave, the teacher must notify the central office by the end of their contract period that their intention of retirement will take place the following year.

After 5 years of consecutive and continuous years of service in USD #223, teachers who resign their position, or their contract is terminated shall be paid for unused sick leave up to a maximum of 90 days in the amount of half of substitute pay for every day of unused sick leave that they may have accumulated at the end of the contract year at which the resignation/termination is to take place.
Liability for compensated absences is not reflected in the financial statements.

NOTE G- 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 at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

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

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.

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 School District is responsible for the employer's portion of the cost for retired District employees. The School District received and remitted amounts equal to the statutory contribution rate, which totaled $354,973 for the year ended June 30, 2021.

The State of Kansas contributed 14.23% of covered payroll during fiscal year 2021, excluding the Group Death & Disability Insurance rate. During fiscal year 2022, the State of Kansas will contribute 13.33% of covered payroll. The State of Kansas contribution to KPERS due for all school municipalities for the year ending June 30, 2021, was $570,264,986.

Net Pension Liability

At June 30, 2021, the School District's proportionate share of the collective net pension liability reported by KPERS was $3,701,894. 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 School District's proportion of the net pension liability was based on the ratio of the School District's contributions to KPERS, relative to the total employer and nonemployer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize longterm debt, this liability is not reported in this financial statement. The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

NOTE H- RISK FINANCING AND RELATED INSURANCE ISSUES

The district is exposed to various risks of loss related to torts; theft of, damage to; and destruction of assets; errors and omissions; injuries to employees; and nature disasters. The district continues to carry insurance for all risks of loss including workers' compensation. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

NOTE I- FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value amounts for cash and cash equivalents approximate carrying amounts due to the short maturities of these instruments. Financial instruments that subject the district to significant concentration and credit risk consist of cash and cash equivalents. The district places its cash in market interest rate accounts and are insured fully by FDIC coverage and pledged securities with fair market value equal to or greater than its cash and cash equivalents.

NOTE J- 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 COVID19 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 Distirct 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. 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 CRFs are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at https://covid.ks.gov.

NOTE K- 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 these financial statements. 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. As provided by K.S.A. 74-4927, disabled members in KPERS receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2021.

NOTE L- IN-SUBSTANCE RECEIPT IN TRANSIT

The District received $184,172 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 M- LONG-TERM DEBT

The District currently has no long term debt.

NOTE N- CAPITAL PROJECT COMPLIANCE

The District is currently not involved in any such activities.

NOTE O- LITIGATION CONTINGENCIES

The District currently has no litigation contingencies that it is involved.

NOTE P- CONTINGENT LIABILIITIES

The District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2021. The compliance audits are conducted annually on a timely basis. The District's compliance with the grant agreements are established when such audits are complete. The District expects the amount of expenditures, which may be disallowed by the grantor agencies, if any, to be immaterial.

NOTE Q- SUBSEQUENT EVENTS

These financial statements considered subsequent events through December 21, 2021, the date the financial statements were available to be issued.

NOTE R- 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 district carries insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note S- INTER-FUND TRANSACTIONS

Recurring annual transfers between budgetary funds for the purpose of shifting resources from the fund legally required to receive the revenue, to the fund authorized to expend the revenue, have been segregated from normal revenues and expenditures for reporting purposes are are:

FROM	TO		2020	2021
General	Professional Development	$	794	0
General	Special Education		571,323	609,249
General	Vocational Ed		240,347	261,207
General	At Risk K-12		160,000	160,000
General	Bilingual		0	15,000
		Totals	**972,464**	**1,045,456**
Supplemental General	Special Education		126,723	122,813
Supplemental General	At Risk		70,000	75,000
Supplemental General	Food Service		12,000	0
Supplemental General	Professional Development		5,000	8,000
Supplemental General	Bilingual		10,000	24,000
		Totals	**223,723**	**229,813**
		Totals	**1,196,187**	**1,275,269**

The above transfers are included in the expenditures of the disbursing fund and included in the revenues of the receiving fund as required by the Cash Basis and Budget Laws of Kansas, and for budget comparison purposes.

Note T-INTER-GOVERNMENTAL ASSISTANCE STATE

Type of Aid		2020	2021
General State Aid		$ 2,326,836	1,845,137
State District Finance		0	62,142
Reading Success		794	0
Teacher Excellence		1,000	1,000
State Safety		0	0
Professional Development		1,560	2,298
State Safety		3,120	2,142
Mentor Teacher		3,768	962
Checkoff		40	0
Safe Schools		4,055	0
Technical Ed		76	0
State Special Ed		450,577	492,692
School District Mill Levy		533,174	981,546
Food Service		2,395	5,169
KPERS Employer Cont.		369,634	354,973
	Totals	**3,697,029**	**3,748,061**

Note T-INTER-GOVERNMENTAL ASSISTANCE FEDERAL

Type of Aid		2020	2021	
Title I Fund		$ 49,060	74,520	
Cash for Commodities		0	10,592	
Title IV Fund		0	127,731	
Academic Enrich		11,865	12,249	
Youth Risk Behavior		600	0	
Coronavirus		0	70,749	
Effective Instruction		9,347	15,263	
Food Service-Breakfast		29,770	16,030	
Food Service-Other		97,738	0	
Reserve Fund		50	650	
	Totals	**198,430**	**327,784**	**4,075,845**

Federal programs in which the school district participated have specified for what purpose funds are to be expended.
All funds unexpended at June 30, 2021 are restricted to federal program specified expenditures.

REGULATORY - REQUIRED SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended June 30, 2021

STATEMENT 2

Fund	Statement Number	Certified Budget	Adjustments To Comply With Legal Max	Adjustments For Qualifying Budget Credits	Total Budget For Comparison	Expenditures Chargeable To Current Year	Variance Over (Under)
General Funds:							
General Fund	3-1	$ 3,437,259	$ (55,742)	$ 19,331	$ 3,400,848	$ 3,400,848	$ 0
Supplemental General	3-2	1,038,664	(16,765)	1,496	1,023,395	1,023,395	0
Special Purpose Funds:							
At Risk (K-12)	3-3	235,000	0	0	235,000	235,000	0
Bilingual Education	3-4	39,750	0	0	39,750	39,750	0
Capital Outlay	3-5	3,850,000	0	0	3,850,000	2,138,129	(1,711,871)
Driver Training	3-6	16,250	0	0	16,250	318	(15,932)
Food Service	3-7	361,850	0	0	361,850	275,041	(86,809)
Professional Development	3-8	26,600	0	0	26,600	9,878	(16,722)
Special Education	3-10	836,400	0	0	836,400	755,931	(80,469)
Career & Post Secondary	3-11	270,500	0	0	270,500	270,500	0
Gifts and Grants Fund	3-12	65,000	0	0	65,000	14,038	(50,962)
KPERS	3-18	411,181	0	0	411,181	354,973	(56,208)
Bond and Interest Funds:							
Bond And Interest	3-22	0	0	0	0	0	0
TOTALS		$ 10,588,454	$ (72,507)	$ 20,827	$ 10,536,774	$ 8,517,801	$ (2,018,973)

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-1

GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Taxes in Process	$ 0	$ 0	$ 0	$ 0
Current Tax	0	0	0	0
Delinquent Tax	0	0	0	0
State Equilization Aid	2,860,010	2,888,825	2,932,459	(43,634)
Misc	0	0	0	0
KPERS	0	0	0	0
Special Education Aid	450,577	492,692	504,800	(12,108)
Supplemental State Aid	0	0	0	0
Interest on Idle Funds	0	0	0	0
Reimbursements	21,183	19,331	0	19,331
Total Cash Receipts	$ 3,331,770	$ 3,400,848	$ 3,437,259	$ (36,411)
Expenditures				
Instruction	$ 1,650,409	$ 1,613,457	$ 1,672,000	$ (58,543)
Student Support Services	102,397	121,955	111,100	10,855
Instructional Support Staff	79,717	70,272	78,750	(8,478)
General Administration	102,861	105,329	108,350	(3,021)
School Administration	93,865	85,472	90,300	(4,828)
Other Central Services/Operations & Maintenance	317,438	346,554	356,383	(9,829)
Student Transportation Services	12,619	12,353	17,470	(5,117)
Other Supplemental Service	0	0	0	0
Operating Transfers	972,464	1,045,456	1,002,906	42,550
Adjustment For Legal Max	0	0	(55,742)	55,742
Adjustment for Reimbursements	0	0	19,331	(19,331)
Total Expenditures	$ 3,331,770	$ 3,400,848	$ 3,400,848	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-2

SUPPLEMENTAL GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Ad Valorem	$ 41,177	$ 38,900	$ 24,173	$ 14,727
Current Tax	940,899	922,096	0	922,096
Delinquent Tax	5,846	5,301	9,925	(4,624)
Motor Vehicle Tax - 16/20 Truck	75,417	58,337	50,499	7,838
Misc	0	0	0	0
RV/Comm Tax	721	15,332	3,838	11,494
State Aid	0	0	0	0
Reimbursement	7,072	1,496	0	1,496
Transfers	0	0	0	0
Total Cash Receipts	$ 1,071,132	$ 1,041,462	$ 88,435	$ 953,027
Expenditures				
Instruction	$ 153,056	$ 126,621	$ 155,000	$ (28,379)
School Administration	138,508	144,157	143,000	1,157
General Administration	95,550	101,352	98,500	2,852
Support Service	0	0	0	0
Central Services	3,146	5,653	7,500	(1,847)
Operation and Maintenance	230,976	184,379	227,400	(43,021)
Transportation	177,482	231,420	296,500	(65,080)
Operating Transfers	223,723	229,813	110,764	119,049
Adjustment for Reimbursements	0	0	1,496	(1,496)
Adjustment For Legal Max	0	0	(16,765)	16,765
Total Expenditures	$ 1,022,441	$ 1,023,395	$ 1,023,395	$ 0
Receipts Over (Under) Expenditures	48,691	18,067		
Unencumbered Cash - Beginning	81,794	130,485		
Unencumbered Cash - Ending	$ 130,485	$ 148,552		

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-3

AT RISK (K-12) FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Other Revenue	$	$ 0	$ 0	$ 0
Transfer	230,000	235,000	235,000	0
Total Cash Receipts	230,000	235,000	235,000	0
Expenditures				
Instruction	230,000	235,000	235,000	0
Transportation	0	0	0	0
Total Expenditures	230,000	235,000	235,000	0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	0	0		

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

STATEMENT 3-4

BILINGUAL EDUCATION

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Local Source	0	0	5,000	(5,000)
Transfer from General	0	15,000	15,000	0
Transfer from Supp General	10,000	24,000	20,000	4,000
Total Cash Receipts	10,000	39,000	40,000	(1,000)
Expenditures				
Instruction	24,229	39,750	39,750	0
Total Expenditures	24,229	39,750	39,750	0
Receipts Over (Under) Expenditures	$ (14,229)	(750)		
Unencumbered Cash - Beginning	14,979	750		
Unencumbered Cash - Ending	750	0		

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SCHEDULE OF RECEIPTS AND EXPENDITURES
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Regulatory Basis
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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-5

CAPITAL OUTLAY

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Ad Volorem Tax	$ 18,619	$ 17,411	$ 11,201	$ 6,210
Ad Volorem In Process	423,925	454,869	464,522	(9,653)
Delinquent Tax	2,486	2,819	6,660	(3,841)
Local Sources	0	621,057	1,300,000	(678,943)
Motor Vehicle Tax	25,225	28,234	34,151	(5,917)
Rec Vehicle Tax	283	430	345	85
Commercial/16-20	4,516	304	2,252	(1,948)
Interest on Idle Funds	12,682	4,858	15,000	(10,142)
Misc Receipts	18,988	0	0	0
Insurance Receipts	2,798,316	0	0	0
Transfers	0	0	500	(500)
State Aid	0	0	0	0
E-rate Receipts	0	0	0	0
Total Cash Receipts	3,305,040	1,129,982	1,834,631	(704,649)
Expenditures				
Instruction	29,735	7,257	200,000	(192,743)
Support Services	0	0	0	0
General Administration	0	0	0	0
Operations & Maintenance	1,519,529	434,270	700,000	(265,730)
Transportation	280,219	0	150,000	(150,000)
Architect/Engineering	0	0	0	0
Building Additions	171,859	1,696,602	2,800,000	(1,103,398)
Other	0	0	0	0
Total Expenditures	2,001,342	2,138,129	3,850,000	(1,711,871)
Receipts Over (Under) Expenditures	1,303,698	(1,008,147)		
Unencumbered Cash - Beginning	799,867	2,103,565		
Unencumbered Cash - Ending	$ 2,103,565	1,095,418		

See Accountant's Report and Accompanying Notes

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STATEMENT 3-6

DRIVER TRAINING

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
State Aid	$ 3,120	$ 2,142	$ 1,875	$ 267
Local Source	0	3,200	2,500	700
Reimbursements	0	0	0	0
Miscellaneous	1,500	0	1,000	(1,000)
Operating Transfers	0	0	0	0
Total Cash Receipts	4,620	5,342	5,375	(33)
Expenditures				
Instruction	8,118	148	9,100	(8,952)
Vehicle Operating & Maintenance	450	170	6,500	(6,330)
Support Services	0	0	650	(650)
Total Expenditures	8,568	318	16,250	(15,932)
Receipts Over (Under) Expenditures	(3,948)	5,024		
Unencumbered Cash - Beginning	29,641	25,693		
Unencumbered Cash - Ending	25,693	30,717		

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

STATEMENT 3-7

FOOD SERVICE FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Federal Aid	$ 127,509	$ 177,466	$ 124,584	$ 52,882
State Aid	2,395	5,169	1,644	3,525
Meals	119,592	90,491	106,428	(15,937)
Interest	23,040	5,978	25,000	(19,022)
Grant	0	0	0	0
Miscellaneous	650	0	20,000	(20,000)
Transfer	12,000	0	1,000	(1,000)
Total Cash Receipts	285,186	279,104	278,656	448
Expenditures				
Operations & Maintenance	0	1,094	2,000	(906)
Food Service Operations	288,224	273,947	359,850	(85,903)
Total Expenditures	288,224	275,041	361,850	(86,809)
Receipts Over (Under) Expenditures	(3,038)	4,063		
Unencumbered Cash - Beginning	90,618	87,580		
Unencumbered Cash - Ending	$ 87,580	91,643		

See Accountant's Report and Accompanying Notes

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Barnes, Kansas

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

STATEMENT 3-8

PROFESSIONAL DEVELOPMENT FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Other Revenue	$ 175	$ 275	$ 5,000	$ (4,725)
State Aid	1,560	2,298	3,000	(702)
Transfer General	794	0	500	(500)
Transfer Supplemental/ LOB	5,000	8,000	500	7,500
Total Cash Receipts	7,529	10,573	9,000	1,573
Expenditures				
Instructional Support Staff	14,486	9,878	26,600	(16,722)
Total Expenditures	14,486	9,878	26,600	(16,722)
Receipts Over (Under) Expenditures	(6,957)	695		
Unencumbered Cash - Beginning	30,198	23,241		
Unencumbered Cash - Ending	$ 23,241	23,936		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-9

FEDERAL FUNDS

TITLE IV A

	Prior Year Actual	Current Year Actual
Cash Receipts	$ 11,865	$ 12,249
Cash Disbursements	11,865	12,249
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

This is not a budgeted fund
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-10

SPECIAL EDUCATION FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Sources	$ 450,577	$ 0	$ 0	$ 0
Federal Sources	12,464	13,614	25,000	(11,386)
Interest	8,525	2,023	30,000	(27,977)
Miscellaneous	0	0	0	0
Transfer	120,746	732,062	599,670	132,392
Operating Transfers/ LOB	126,723	0	0	0
Total Cash Receipts	719,035	747,699	654,670	93,029
Expenditures				
Instruction	661,548	690,854	762,300	(71,446)
Operations/Maintenance	3,251	4,087	6,500	(2,413)
Transportation	56,051	60,990	67,600	(6,610)
Total Expenditures	720,850	755,931	836,400	(80,469)
Receipts Over (Under) Expenditures	(1,815)	(8,232)		
Unencumbered Cash - Beginning	214,098	212,283		
Unencumbered Cash - Ending	$ 212,283	204,051		

See Accountant's Report and Accompanying Notes

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STATEMENT 3-11

CAREER AND POST SECONDARY EDUCATION

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Miscellaneous/Reimb	$ 0	$ 58	$ 20,000	$ (19,942)
Federal	2,493	9,235	10,000	(765)
Transfer from General	240,347	261,207	240,500	20,707
Total Cash Receipts	242,840	270,500	270,500	0
Expenditures				
Instruction	242,840	270,500	270,500	0
Total Expenditures	242,840	270,500	270,500	0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

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STATEMENT 3-12

GIFTS AND GRANTS

	Prior Year Actual	Current Year Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aid				
Contributions & Donations	$ 26,483	$ 13,471	$ 0 50,000	$ (36,529)
Total Cash Receipts	26,483	13,471	50,000	(36,529)
Expenditures				
Instructional & Educational Mat	23,064	14,038	65,000	(50,962)
Operations & Maintanance			0	
Total Expenditures	23,064	14,038	65,000	(50,962)
Receipts Over (Under) Expenditures	3,419	(567)		
Unencumbered Cash - Beginning	27,380	30,799		
Unencumbered Cash - Ending	$ 30,799	$ 30,232	$	

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STATEMENT 3-13

INTEREST

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Holding	$ 0	$ 0
Total Cash Receipts	0	0
Expenditures		
Transfer to Vo Ag	0	0
Transfer to Food Service	0	0
Transfer to Sp Ed	0	0
Transfer to Capital Outlay	0	0
Bilingual	0	0
Total Expenditures	0	0
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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See Accountant's Report and Accompanying Notes

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STATEMENT 3-14

COVID RELIEF FUNDS

	Prior Year Actual	Current Year Actual
Cash Receipts		
ESSER/SPARK/CARES/Misc	$ 0	$ 186,344
Total Cash Receipts	0	186,344
Expenditures		
Expenditures	0	186,344
Total Expenditures	0	186,344
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-15

TITLE I - CURRENT

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal	$ 49,060	$ 74,520
Total Cash Receipts	49,060	74,520
Expenditures		
Instruction	49,060	74,520
Total Expenditures	49,060	74,520
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-16

TITLE I CARRYOVER

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenue	$ 0	$ 0
Federal	0	0
Total Cash Receipts	0	0
Expenditures		
Instruction	0	0
Support Service	0	0
Total Expenditures	0	0
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-17

FEDERAL FUNDS

TITLE II A

	Prior Year Actual	Current Year Actual
Cash Receipts	$ 9,347	$ 15,263
Cash Disbursements	9,347	15,263
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

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STATEMENT 3-18

KPERS

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Flow Through	$ 369,634	$ 354,973	$ 411,181	$ (56,208)
Total Cash Receipts	369,634	354,973	411,181	(56,208)
Expenditures				
Instruction	369,634	354,973	411,181	(56,208)
Total Expenditures	369,634	354,973	411,181	(56,208)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

See Accountant's Report and Accompanying Notes

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STATEMENT 3-19

CONTINGENCY RESERVE

	Prior Year Actual	Current Year Actual
Cash Receipts/Transfer	$ 0	$ 0
Expenditures	0	11,988
Receipts Over (Under) Expenditures	0	(11,988)
Unencumbered Cash - Beginning	185,000	185,000
Unencumbered Cash - Ending	$ 185,000	$ 173,012

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UNIFIED SCHOOL DISTRICT NO. 223
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SCHEDULE OF RECEIPTS AND EXPENDITURES

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STATEMENT 3-20

TEXTBOOK & STUDENT MATERIAL REVOLVING

	Prior Year Actual	Current Year Actual
Cash Receipts		
Textbook Rental & Fees	20,183	22,688
Total Cash Receipts	20,183	22,688
Expenditures		
Textbooks Materials & Supplies	21,200	27,129
Total Expenditures	21,200	27,129
Receipts Over (Under) Expenditures	(1,017)	(4,441)
Unencumbered Cash - Beginning	39,672	38,655
Unencumbered Cash - Ending	$ 38,655	$ 34,214

This is not a budgeted fund
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas
SCHEDULE OF RECEIPTS AND EXPENDITURES

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STATEMENT 3-21

SMALL RURAL SCHOOLS

	Prior Year Actual	Current Year Actual
Cash Receipts		
Small Rural School	$ 36,535	$ 9,162
Total Cash Receipts	36,535	9,162
Expenditures		
School Improvement/Equipment	36,535	9,162
Total Expenditures	36,535	9,162
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	0	0
Unencumbered Cash - Ending	$ 0	$ 0

This is not a budgeted fund
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 223
Barnes, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
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STATEMENT 3-22

BOND AND INTEREST FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Motor Vehicle Tax	$ 0	$ 0	$ 0	$ 0
RV/Comm/16-20 Tax	0	0	0	0
Back Taxes	41	0	0	0
Ad Valorem Taxes	0	0	0	0
State Aid	0	0	0	0
Miscellaneous	0	0	0	0
Total Cash Receipts	41	0	0	0
Expenditures				
Bond Principal	0	0	0	0
Bond Interest	0	0	0	0
Cash Basis Reserve	0	0	0	0
Bond Fees	0	0	0	0
Total Expenditures	0	0	0	0
Receipts Over (Under) Expenditures	41	0		
Unencumbered Cash - Beginning	0	41		
Unencumbered Cash - Ending	$ 41	$ 41		

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SCHOOL ACTIVITY FUNDS

STATEMENT 4

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Cash Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	Ending Cash Balance
Hanover High School							
Organizations/Classes							
Freshman	$ 203		34	208	29		29
Sophomores	251		34	96	189		189
Juniors	6,741		7,731	12,956	1,516		1,516
Seniors	1,430		5,879	4,693	2,616		2,616
Art Club	791		0	0	791		791
Yearbook	201		4,908	3,665	1,444		1,444
Music	254		0	0	254		254
Cheerleaders	1,214		2,723	2,985	952		952
Jr. High Cheerleaders	401		0	0	401		401
HS Scholar Bowl	199		0	0	199		199
National Honor Society	779		95	53	821		821
Student Council	406		196	146	456		456
Subtotal Hanover Agency Funds	$ 12,868	0	21,600	24,802	9,666	0	9,666
Student Activities	$ 18,213		50,036	47,625	20,624		20,624
Athletic Fee	190		3,520	3,486	224		224
Weight Room	111		1,231	1,054	288		288
Wildcat Scholarship	0		1,000	1,000	0		0
FBLA	5,258		15,414	13,064	7,608		7,608
FFA	21,187		17,838	13,490	25,535		25,535
FCCLA	2,649		0	0	2,649		2,649
H-Club	105		2,849	2,804	150		150
Junior High FBLA	333		0	0	333		333
Thespian	1,071		480	233	1,318		1,318
Revolving/Clearing Accounts							
Lunch	146		13,525	13,671	0		0
Library	0		0	0	0		0
Sales Tax	1,506		2,024	3,528	2		2
Textbooks	10		8,050	8,060	0		0
Revolving Music	0		160	160	0		0
Revolving Vo-Ag	0		1,652	1,563	89		89
Revolving Wood	0		420	420	0		0
Revolving Art	0		900	900	0		0
Petty Cash	(0)		1,870	1,870	(0)		(0)
Student - Act Petty Cash	0		4,580	4,580	0		0
Subtotal Hanover Activity Funds	50,780	0	125,549	117,508	58,821	0	58,821
Total Hanover Activity/Agency	63,648	0	147,149	142,310	68,487	0	68,487

This is not a budgeted fund
.See Accountant's Report and Accompanying Notes

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SCHEDULE OF RECEIPTS AND EXPENDITURES

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SCHOOL ACTIVITY FUNDS

STATEMENT 4 (Continued)

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Cash Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	Ending Cash Balance
Linn High School							
Yearbook	17,967		8,290	10,196	16,061		16,061
National Honor Society Alumni	0		0	0	0		0
Bulldog Scholarship	7,899		5,824	7,580	6,143		6,143
National Honor Society	4,587		0	601	3,986		3,986
Scholars Bowl	231		0	28	203		203
Class of 2019	331		0	0	331		331
Class of 2018	1,996		0	1,996	(0)		(0)
Class of 2021	5,037		0	3,925	1,112		1,112
Class of 2020	2,060		0	52	2,008		2,008
Class of 2022	4,649		8,061	10,677	2,033		2,033
Class of 2023	2,384		961	153	3,192		3,192
Class of 2024	0		11,692	6,955	4,737		4,737
Art Club	1,313		89	947	455		455
Linn Music	293		0	109	184		184
Jr. High Cheerleaders	410		0	0	410		410
Pepclub/Cheerleaders	1,102		1,736	2,437	401		401
Student Council	1,297		1,697	1,623	1,371		1,371
Subtotal Linn Agency Funds	$ 51,554	0	38,350	47,279	42,625	0	42,625
Administrative Activities	$ 5,676		13,759	14,212	5,223		5,223
Athletic Fee	814		5,004	5,218	600		600
FBLA	4,474		9,283	7,016	6,741		6,741
FFA	6,060		9,387	7,401	8,046		8,046
FCCLA	1,871		4,423	3,552	2,742		2,742
L-Club	876		2,466	2,144	1,198		1,198
Thespian	1,323		388	494	1,217		1,217
Revolving/Clearing Accounts							
Lunch	(322)		15,183	14,861	0		0
Textbooks	0		8,545	8,545	0		0
Revolving Music	0		221	221	0		0
Revolving Vo-Ag	0		1,000	1,000	0		0
Revolving Wood	0		96	96	0		0
Revolving Art	(0)		440	440	(0)		(0)
Sales Tax	0		1,689	1,689	0		0
Petty Cash	0		1,861	1,861	0		0
Student - Act Petty Cash	0		2,653	2,653	0		0
Subtotal Linn Activity Funds	20,773	0	76,398	71,403	25,768	0	25,768
Total Linn Activity/Agency	72,327	0	114,748	118,682	68,393	0	68,393

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See Accountant's Report and Accompanying Notes