

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**FINANCIAL STATEMENT**

**WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION**

and

**INDEPENDENT AUDITOR'S REPORT**

June 30, 2020

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

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Gardner, Kansas  
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November 19, 2020

Board of Education  
Gardner Edgerton Unified School District No. 231  
Gardner, Kansas

### **Independent Auditor's Report**

We have audited the accompanying fund summary statement of regulatory receipts, expenditures, and unencumbered cash - regulatory basis of the Gardner Edgerton Unified School District No. 231 (the District) as of and for the year ended June 30, 2020 and the related notes to the financial statement which collectively comprise the District's basic financial statement as listed in the table of contents.

#### **Management's Responsibility for the Financial Statement**

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

#### **Auditor's Responsibility**

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the District to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the previous paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2020, or changes in financial position or cash flows thereof for the year then ended.

**Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 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 1.

**Report on Regulatory-Required Supplementary Information**

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

**Report on Schedule of Expenditures of Federal Awards Required by Uniform Guidance**

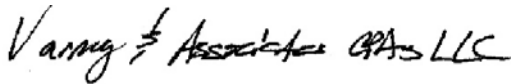
Our audit was performed for the purpose of forming an opinion on the regulatory basis financial statement of the District, taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the financial statement. 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statement as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 19, 2020 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

**Additional Information**

The June 30, 2019 actual column presented in the individual fund schedules of receipts and expenditures (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the June 30, 2020 basic financial statement upon which we rendered an unmodified opinion dated November 19, 2020. The June 30, 2019 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://da.ks.gov/ar/muniserv/>. Such prior year 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 prior year basic financial statement. The prior year comparative information was subjected to the auditing procedures applied in the audit of the prior year 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 prior year basic financial statement or to the prior year 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 prior year comparative information is fairly stated in all material respects in relation to the prior year basic financial statement as a whole, on the basis of accounting described in Note 1.



Certified Public Accountants  
Manhattan, Kansas

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH**  
 Regulatory Basis  
 For the Year Ended June 30, 2020

	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<b>GOVERNMENTAL TYPE FUNDS</b>						
General Funds						
General	\$ -	\$ 40,189,928	\$ 40,189,928	\$ -	\$ 2,836,149	\$ 2,836,149
Supplemental General	682,983	13,540,164	13,398,900	824,247	-	824,247
Special Purpose Funds						
At-Risk (K-12) Fund	-	2,769,519	2,769,519	-	-	-
Bilingual Education Fund	-	245,219	245,219	-	-	-
Capital Outlay Fund	7,311,604	5,122,911	4,180,846	8,253,669	-	8,253,669
Driver Training Fund	83,950	70,930	68,684	86,196	-	86,196
Extraordinary School Program Fund	-	274,726	274,726	-	-	-
Food Service Fund	419,288	3,114,055	3,015,230	518,113	-	518,113
Professional Development Fund	119,288	11,642	105,608	25,322	-	25,322
Parent Education Program Fund	-	130,781	130,781	-	-	-
Summer School Fund	6,537	22,625	25,663	3,499	-	3,499
Special Education Fund	-	13,588,274	13,588,270	4	741,278	741,282
Cost of Living Fund	46,840	640,017	594,378	92,479	-	92,479
Career and Postsecondary Education Fund	-	996,222	996,222	-	-	-
KPERs Special Retirement Contribution Fund	-	7,045,272	7,045,272	-	-	-
Special Liability Fund	34,653	106,611	46,763	94,501	-	94,501
Extraordinary Growth Fund	78,466	1,525,024	1,386,179	217,311	-	217,311
Gifts and Grants Fund	-	950	950	-	-	-
Contingency Reserve Fund	3,600,000	-	-	3,600,000	-	3,600,000
Textbook and Student Material Revolving Fund	1,384,628	420,466	1,208,438	596,656	-	596,656
Special Reserve Fund	1,001,369	6,583,006	6,663,415	920,960	-	920,960
Federal Grants Fund	-	476,472	476,472	-	-	-
District Activity	354,153	638,897	575,370	417,680	321	418,001

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH (CONTINUED)**  
 Regulatory Basis  
 For the Year Ended June 30, 2020

	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<b>GOVERNMENTAL TYPE FUNDS (CONTINUED)</b>						
Bond and Interest Funds						
Bond and Interest Fund	12,783,854	14,146,246	13,418,159	13,511,941	-	13,511,941
Capital Project Fund						
Bond Construction Fund	1,191,863	15,490	667,372	539,981	-	539,981
Special Assessment Fund	144,814	183,667	201,295	127,186	-	127,186
	<u>144,814</u>	<u>183,667</u>	<u>201,295</u>	<u>127,186</u>	<u>-</u>	<u>127,186</u>
<b>Total Reporting Entity (Excluding Agency Funds)</b>	<u>\$ 29,244,290</u>	<u>\$ 111,859,114</u>	<u>\$ 111,273,659</u>	<u>\$ 29,829,745</u>	<u>\$ 3,577,748</u>	<u>\$ 33,407,493</u>

**Composition of Cash**

Checking						
Central Bank of the Midwest						\$ 9,456,693
CDARS						
Mid-America Bank						750,005
Investment Pool						
Kansas Municipal Investment Pool						<u>23,424,546</u>
<b>Total Cash</b>						<u>\$ 33,631,244</u>
Less: Agency funds per Schedule 3						<u>(223,751)</u>
<b>Total Reporting Entity (Excluding Agency Funds)</b>						<u>\$ 33,407,493</u>



**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
Gardner, Kansas  
**NOTES TO FINANCIAL STATEMENT**  
June 30, 2020

**Note 1: Summary of Significant Accounting Policies**

Gardner Edgerton Unified School District No. 231 (the District) is a municipal corporation governed by an elected seven member board. This financial statement includes all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

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

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

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

**Regulatory Basis Fund Types**

The accounts of the District are organized and operated on the basis of funds. 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 District could have the following types of funds:

**General fund** -- the primary 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.

**Agency fund** -- used to report assets held by the District in a purely custodial capacity.

**Budgetary Information**

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

1. Preparation of the budget for the succeeding twelve month period on or before August 1st of each year.
2. Publication in a local newspaper of the proposed budget and notice of public hearing on the budget.
3. Public hearing at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**NOTES TO FINANCIAL STATEMENT (CONTINUED)**

June 30, 2020

**Note 1: Summary of Significant Accounting Policies (Continued)**

**Budgetary Information (Continued)**

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time.

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

**Adjustment to Comply with Legal Max** - Unified school districts use this line item (for use in the budget column only) to adjust the certified budget to comply with the "Legal Max" budget. The State Board of Education calculates the "Legal Max" budget using enrollment figures. The District's budgeted expenditures are limited to the lower of the published budget or the "Legal Max" budget.

**Adjustment for Qualifying Budget Credits** - Districts may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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

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

Contingency Reserve Fund	Textbook and Student Material Revolving
Special Reserve	District Activity

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.

**Note 2: Deposits and Investments**

**Deposits.** K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on 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.

**Investments.** 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.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
 June 30, 2020

**Note 2: Deposits and Investments (Continued)**

Some of the District's investments are bond proceeds invested pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the KMIP, direct obligations of the U.S. government or any agency thereof, and various other investments as specified in K.S.A. 10-131.

At June 30, 2020, the District has the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>		<u>Rating U.S.</u>
		<u>Less than 1</u>	<u>1 - 2</u>	
Kansas Municipal Investment Pool	\$ 23,424,546	\$ 23,424,546	\$ -	S&P A-1+
Certificates of Deposit	750,005	250,005	500,000	-
	<u>\$ 24,174,551</u>	<u>\$ 23,674,551</u>	<u>\$ 500,000</u>	

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2020, is as follows:

<u>Investment</u>	<u>Percent of Investment</u>
Kansas Municipal Investment Pool	97%
Certificates of Deposit	3%

*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, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods". All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$10,206,698 and the bank balance was \$8,138,650. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$1,004,601 was covered by federal depository insurance and the remaining balance of \$7,134,049 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

At June 30, 2020, the District had invested \$23,424,546 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than 10 percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

**Note 3: Substance Receipt in Transit**

The District received \$1,612,754 for general fund and \$498,798 for supplemental general fund subsequent to June 30, 2020 and as required by K.S.A. 72-5135(d), the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
 June 30, 2020

**Note 4: Long-Term Debt**

*General Long-Term Debt*

The District is subject to statutes of the State of Kansas, which limit the bonded debt outstanding to 14% of the assessed valuation. The District requested and received approval under K.S.A. 75-2315 which allows the issuance of bonded debt in excess of the general bond debt limitation.

Following is a summary of long-term debt transactions of the District's for the year ended June 30, 2020:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Beginning of Year</u>	<u>Additions</u>	<u>Refinancing</u>	<u>Reductions/Payments</u>	<u>End of Year</u>	<u>Interest Paid</u>
<b>General Obligation Bonds</b>										
Series 2011-A	2.75 to 4.07%	03/01/11	\$ 14,640,000	10/1/2022	\$ 5,015,000	\$ -	\$ -	\$ 2,215,000	\$ 2,800,000	\$ 152,059
Series 2012-A	3.00 to 5.00%	04/25/12	40,265,000	10/1/2032	35,525,000	-	-	2,480,000	33,045,000	1,449,238
Series 2013-A	3.00 to 5.00%	05/15/13	50,795,000	10/1/2033	47,480,000	-	-	580,000	46,900,000	2,010,850
Series 2015-A	2.125 to 3.00%	03/26/15	8,880,000	10/1/2027	7,350,000	-	-	-	7,350,000	184,525
Series 2016-A	1.50 to 5.00%	05/17/16	38,130,000	10/1/2036	37,770,000	-	-	915,000	36,855,000	1,535,713
Series 2016-B	2.00 to 5.00%	10/20/16	9,180,000	10/1/2027	6,075,000	-	-	1,665,000	4,410,000	230,774
<b>Total Long-Term Debt</b>					<u>\$ 139,215,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,855,000</u>	<u>\$ 131,360,000</u>	<u>\$ 5,563,159</u>

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

	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026-2030</u>	<u>2031-2035</u>	<u>2036-2040</u>	<u>Total</u>
<b>General Obligation Bonds</b>									
Principal	\$ 8,450,000	\$ 8,675,000	\$ 9,050,000	\$ 8,975,000	\$ 8,745,000	\$ 36,500,000	\$ 36,715,000	\$ 14,250,000	\$ 131,360,000
Interest	5,233,895	4,870,606	4,492,813	4,092,638	3,699,850	13,785,107	4,826,750	575,600	41,577,259
	<u>\$ 13,683,895</u>	<u>\$ 13,545,606</u>	<u>\$ 13,542,813</u>	<u>\$ 13,067,638</u>	<u>\$ 12,444,850</u>	<u>\$ 50,285,107</u>	<u>\$ 41,541,750</u>	<u>\$ 14,825,600</u>	<u>\$ 172,937,259</u>

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
 June 30, 2020

**Note 5: Interfund Transfers**

The District made the following operating transfers during fiscal year 2020. The transfers were approved by the Board of Education.

<u>Fund From</u>	<u>Fund To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General fund	Bilingual Education	K.S.A. 72-5167	\$ 200,219
General fund	Extraordinary School	K.S.A. 72-5167	24,709
General fund	Parent Education	K.S.A. 72-5167	45,623
General fund	Summer School	K.S.A. 72-5167	19,500
General fund	Special Education	K.S.A. 72-5167	12,100,016
General fund	Vocational Education	K.S.A. 72-5167	956,743
General fund	At-Risk (K-12)	K.S.A. 72-5167	1,894,519
Supplemental	Bilingual education	K.S.A. 72-5143	45,000
Supplemental	At-Risk (K-12)	K.S.A. 72-5143	875,000
<b>Total Transfers</b>			<b>\$ 16,161,329</b>

**Note 6: Defined Benefit Pension Plan**

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 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 16.15% 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 \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year. The first year payment of \$6.4 million was received in July 2017 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 \$194.0 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.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
Gardner, Kansas  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
June 30, 2020

**Note 6: Defined Benefit Pension Plan (Continued)**

**Contributions (Continued).** 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 \$7,045,272 for the year ended June 30, 2020.

**Net Pension Liability:** At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$60,325,744. 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](http://www.kpers.org) or can be obtained as described above.

**Note 7: Commitments and 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 disbursements 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 negative effect on the financial statement of the District as of June 30, 2020.

The District's general obligation bond issues are subject to the arbitrage provisions of Section 148 of the Internal Revenue Code. These provisions include the potential for rebates to the Federal Government of the earnings on the bond proceeds in excess of the yield on the bonds. The amounts of any future rebates due on other bonds or temporary notes have not been determined.

The District's group health plan contract with the insurance carrier has a claim incurred but not reported (IBNR) contingency upon contract termination. The contract IBNR liability is mitigated by stop loss insurance coverage and is currently covered by fund reserve balances. In the opinion of management, claims paid after contract termination will not have a material negative effect on the financial statement of the District.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**NOTES TO FINANCIAL STATEMENT (CONTINUED)**

June 30, 2020

**Note 8: Termination Benefits**

The District has a plan which covers personnel who voluntarily take early retirement. An employee is eligible for early retirement if the employee is not less than 54 years of age and has twenty years or more of service with the District. The District pays for the single monthly premium in the current health insurance plan for employees who elect to take early retirement. The cost of early retirement benefits paid during the year ended June 30, 2020 was \$47,282.

The annual estimated costs of the single monthly premiums for health insurance plan coverage under this program are as follows for the year ended June 30,:

	<b>Year Ended</b>
2021	\$ 66,296
2022	46,858
2023	31,500
2024	21,268
2025	11,184
2026	4,046
<b>Total</b>	<b>\$ 181,152</b>

**Note 9: Compensated Absences**

Certified employees receive ten days of discretionary leave per year. Subject to eligibility requirements in the negotiated agreement, unused discretionary leave can either be rolled over as sick leave or eligible for sell back at a rate of sixty percent (60%) of a daily substitute teacher rate of pay.

The District also has a sell back policy for unused sick leave for certified staff. Certified employees will have the opportunity to sell back unused sick leave at the rate of sixty percent (60%) of a daily substitute teacher rate of pay per day as follows:

1. An employee with 5 or more years of service in the District and has accumulated 45 or more days of sick leave can sell back up to 5 days at the end of the contract year.
2. An employee with 10 or more years of service in the District and has accumulated 80 or more days of sick leave can sell back up to 10 days at the end of the contract year.
3. An employee with 15 or more years of service in the District and has accumulated 105 or more days of sick leave can sell back up to 15 days at the end of the contract year.

During the year ended June 30, 2020, the District purchased unused sick and discretionary leave according to the provisions of the respective sell back policies at a cost of \$30,290.

For certified employees who retire with 85 or more points, a minimum of 20 years of service to the District, and 50 days minimum accumulated unused sick leave, certified staff will have the opportunity to sell back unused sick leave to the District at the rate of \$10.00 per day up to a maximum of 150 days.

Eligible non-certified employees who work a minimum of 630 hours per year will accrue sick leave benefits monthly based on the number of hours worked daily. Full time 12-month non-certified employees will accrue 8 hours of sick leave per month. Unused sick leave benefits will be allowed to accumulate indefinitely.

Eligible non-certified employees may also accrue vacation leave monthly based on the number of hours worked daily as follows below. Any unused vacation leave will not be allowed to accumulate.

<b>Years of Service</b>	<b>Days Per Year</b>	<b>Monthly Vacation Accrual Rate</b>
0 thru 9 years	10 days	6.67 hours
10 thru 20 years	15 days	10.00 hours
21 thru 25 years	16 days	10.67 hours
26+ years	17 days	11.33 hours

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
 June 30, 2020

**Note 9: Compensated Absences (Continued)**

For non-certified employees who retire with a minimum of 20 years of service to the District, and 50 days minimum accumulated unused sick leave, non-certified staff will have the opportunity to sell back unused sick leave to the District at the rate of \$10.00 per day up to a maximum of 150 days.

**Note 10: Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which it carries commercial insurance.

**Note 11: Capital Projects**

During 2016, the District issued General Obligation Bonds Series 2016-A in order to finance the following capital projects:

	<b>Project Authorization</b>	<b>Actual Expenditures to June 30, 2020</b>	<b>Remaining</b>
High School Culinary Renovations	\$ 14,156,563	\$ 14,156,563	\$ -
Advanced Technical Program Center	7,938,871	7,938,871	-
TRAILS Center	755,192	755,192	-
Capital Improvement Projects	4,500,180	4,500,180	-
Technology	2,349,526	1,865,111	484,415
High School Turf	3,148,217	3,148,217	-
Other	66,291	10,725	55,566
Total project costs	<u>\$ 32,914,840</u>	<u>\$ 32,374,859</u>	<u>\$ 539,981</u>

**Note 12: Other Post Employment Benefits**

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government 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. Under the current group health plan contract, the District is responsible for actual claims incurred under this program up to maximum claim liability limits under the contract.

**Note 13: Death and Disability Other Post Employment Benefits**

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



**REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION**

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
 For the Year Ended June 30, 2020

<b>Funds</b>	<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
Governmental Type Funds						
General Funds						
General	\$ 41,876,727	\$ (2,178,519)	\$ 491,720	\$ 40,189,928	\$ 40,189,928	\$ -
Supplemental General	14,124,415	(725,515)	-	13,398,900	13,398,900	-
Special Purpose Funds						
At-Risk (K-12) Fund	3,100,000	-	-	3,100,000	2,769,519	(330,481)
Bilingual Education Fund	290,000	-	-	290,000	245,219	(44,781)
Capital Outlay Fund	11,013,786	-	-	11,013,786	4,180,846	(6,832,940)
Driver Training Fund	147,950	-	-	147,950	68,684	(79,266)
Extraordinary School Program Fund	400,000	-	-	400,000	274,726	(125,274)
Food Service Fund	3,583,699	-	-	3,583,699	3,015,230	(568,469)
Professional Development Fund	250,538	-	-	250,538	105,608	(144,930)
Parent Education Program Fund	160,000	-	-	160,000	130,781	(29,219)
Summer School Fund	90,537	-	-	90,537	25,663	(64,874)
Special Education Fund	15,050,000	-	-	15,050,000	13,588,270	(1,461,730)
Cost of Living Fund	650,000	-	-	650,000	594,378	(55,622)
Career and Postsecondary Education Fund	1,327,690	-	-	1,327,690	996,222	(331,468)
KPERs Special Retirement Contribution Fund	8,211,713	-	-	8,211,713	7,045,272	(1,166,441)
Special Liability Fund	105,000	-	-	105,000	46,763	(58,237)
Extraordinary Growth Fund	1,517,674	-	-	1,517,674	1,386,179	(131,495)
Gifts and Grants Fund	100,000	-	-	100,000	950	(99,050)
Federal Grants Fund	530,000	-	-	530,000	476,472	(53,528)
Bond and Interest Funds						
Bond and Interest Fund	13,423,161	-	-	13,423,161	13,418,159	(5,002)
Special Assessment Fund	220,000	-	-	220,000	201,295	(18,705)
<b>Total of all Funds</b>	<u>\$ 116,172,890</u>	<u>\$ (2,904,034)</u>	<u>\$ 491,720</u>	<u>\$ 113,760,576</u>	<u>\$ 102,159,064</u>	<u>\$ (11,601,512)</u>

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
User charges (Reimbursement)	\$ 176,847	\$ 140,857	\$ -	\$ 140,857
Reimbursements	338,076	350,863	-	350,863
<b>State Sources</b>				
General state aid	30,796,321	32,881,201	33,783,727	(902,526)
Special education aid	6,948,992	6,817,007	8,093,000	(1,275,993)
<b>Total Cash Receipts</b>	<u>\$ 38,260,236</u>	<u>\$ 40,189,928</u>	<u>\$ 41,876,727</u>	<u>\$ (1,686,799)</u>
<b>EXPENDITURES</b>				
Instruction	\$ 10,953,324	\$ 11,889,363	\$ 12,138,727	\$ (249,364)
Student support services	758,328	786,936	807,000	(20,064)
Instructional support staff	1,564,290	2,023,482	1,644,000	379,482
General administration	576,388	515,483	614,000	(98,517)
School administration	3,000,865	3,436,833	3,090,000	346,833
Central services	1,357,775	1,465,756	1,413,000	52,756
Operations and maintenance	3,704,846	3,791,397	4,225,000	(433,603)
Student transportation services	1,341,954	1,039,349	1,415,000	(375,651)
Transfers to other funds	15,002,466	15,241,329	16,530,000	(1,288,671)
Adjustments for qualifying budget credits	-	-	491,720	(491,720)
Adjustment to comply with legal maximum	-	-	(2,178,519)	2,178,519
<b>Total Expenditures</b>	<u>\$ 38,260,236</u>	<u>\$ 40,189,928</u>	<u>\$ 40,189,928</u>	<u>\$ -</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ -	<u>\$ 1,686,799</u>	<u>\$ (1,686,799)</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	-	-		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>		

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, 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

**SCHEDULE 2  
 (CONTINUED)**

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 4,273,750	\$ 5,003,177	\$ 63,330	\$ 4,939,847
Excise tax	2,691	1,641	-	1,641
Delinquent tax	(1,569)	22,917	17,986	4,931
<b>County Sources</b>				
Motor vehicle tax	515,727	529,520	541,367	(11,847)
Recreational vehicle tax	5,940	5,960	6,254	(294)
Commercial vehicle tax	26,280	20,682	20,833	(151)
<b>State Sources</b>				
Supplemental state aid	7,919,370	7,956,267	8,387,078	(430,811)
<b>Total Cash Receipts</b>	<u>\$ 12,742,189</u>	<u>\$ 13,540,164</u>	<u>\$ 9,036,848</u>	<u>\$ 4,503,316</u>
<b>EXPENDITURES</b>				
Instruction	\$ 12,407,524	\$ 12,478,900	\$ 12,859,415	\$ (380,515)
Transfers to other funds	840,000	920,000	1,265,000	(345,000)
Adjustment to comply with legal maximum	-	-	(725,515)	725,515
<b>Total Expenditures</b>	<u>\$ 13,247,524</u>	<u>\$ 13,398,900</u>	<u>\$ 13,398,900</u>	<u>\$ -</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (505,335)	\$ 141,264	<u>\$ (4,362,052)</u>	<u>\$ 4,503,316</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>1,188,318</u>	<u>682,983</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 682,983</u>	<u>\$ 824,247</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

SCHEDULE 2  
(CONTINUED)

Gardner, 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Other Sources</b>				
Transfers from other funds	\$ 2,470,701	\$ 2,769,519	\$ 3,100,000	\$ (330,481)
<b>EXPENDITURES</b>				
Instruction	\$ 1,461,188	\$ 1,624,960	\$ 1,975,000	\$ (350,040)
Student support services	1,009,513	1,144,559	1,125,000	19,559
<b>Total Expenditures</b>	<u>\$ 2,470,701</u>	<u>\$ 2,769,519</u>	<u>\$ 3,100,000</u>	<u>\$ (330,481)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>-</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

BILINGUAL 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Other Sources</b>				
Transfers from other funds	\$ 214,075	\$ 245,219	\$ 290,000	\$ (44,781)
<b>EXPENDITURES</b>				
Instruction	\$ 214,075	\$ 245,219	\$ 290,000	\$ (44,781)
<b>RECEIPTS OVER (UNDER)</b>				
<b>EXPENDITURES</b>	\$ -	\$ -	\$ -	\$ -
<b>UNENCUMBERED CASH - BEGINNING</b>	-	-		
<b>UNENCUMBERED CASH - ENDING</b>	\$ -	\$ -		

## GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

## 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 2,775,896	\$ 3,205,932	\$ 2,803,164	\$ 402,768
Excise tax	1,745	705	-	705
Delinquent tax	161	10,761	11,757	(996)
Interest on idle funds	-	419	-	419
Other	86,043	64,095	-	64,095
Reimbursements	-	11,244	-	11,244
<b>County Sources</b>				
Motor vehicle tax	254,800	253,915	262,925	(9,010)
Recreational vehicle tax	2,933	2,803	3,037	(234)
Commercial vehicle tax	12,092	11,610	10,118	1,492
<b>State Sources</b>				
Capital outlay state aid	1,298,366	1,561,427	1,502,400	59,027
<b>Total Cash Receipts</b>	<u>\$ 4,432,036</u>	<u>\$ 5,122,911</u>	<u>\$ 4,593,401</u>	<u>\$ 529,510</u>
<b>EXPENDITURES</b>				
Instruction	\$ 478,222	\$ 431,104	\$ 2,494,786	\$ (2,063,682)
Student support services	4,689	13,721	5,000	8,721
Instructional support staff	1,485	-	2,000	(2,000)
General administration	76,863	4,979	80,000	(75,021)
School administration	-	574,726	-	574,726
Operations and maintenance	2,052,768	2,416,367	2,925,000	(508,633)
Transportation	51,839	52,380	55,000	(2,620)
Other support services	-	-	20,000	(20,000)
Facility acquisition and construction	556,915	687,569	5,432,000	(4,744,431)
<b>Total Expenditures</b>	<u>\$ 3,222,781</u>	<u>\$ 4,180,846</u>	<u>\$ 11,013,786</u>	<u>\$ (6,832,940)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 1,209,255	\$ 942,065	<u>\$ (6,420,385)</u>	<u>\$ 7,362,450</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	6,078,144	7,311,604		
<b>PRIOR YEAR CANCELLED ENCUMBRANCES</b>	<u>24,205</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 7,311,604</u>	<u>\$ 8,253,669</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, 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

SCHEDULE 2  
(CONTINUED)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Other	\$ 81,071	\$ 44,150	\$ 25,000	\$ 19,150
<b>State Sources</b>				
State safety aid	27,783	26,780	39,000	(12,220)
<b>Total Cash Receipts</b>	<u>\$ 108,854</u>	<u>\$ 70,930</u>	<u>\$ 64,000</u>	<u>\$ 6,930</u>
<b>EXPENDITURES</b>				
Instruction	\$ 51,819	\$ 55,068	\$ 129,950	\$ (74,882)
Vehicle operations and maintenance services	11,226	13,616	18,000	(4,384)
<b>Total Expenditures</b>	<u>\$ 63,045</u>	<u>\$ 68,684</u>	<u>\$ 147,950</u>	<u>\$ (79,266)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 45,809	\$ 2,246	<u>\$ (83,950)</u>	<u>\$ 86,196</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>38,141</u>	<u>83,950</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 83,950</u>	<u>\$ 86,196</u>		



GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

EXTRAORDINARY SCHOOL PROGRAM 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Interest on idle funds	\$ 127,314	\$ 197,500	\$ 100,000	\$ 97,500
Student activities	150,212	52,517	300,000	(247,483)
<b>Other Sources</b>				
Transfers in	-	24,709	-	24,709
<b>Total Cash Receipts</b>	<u>\$ 277,526</u>	<u>\$ 274,726</u>	<u>\$ 400,000</u>	<u>\$ (125,274)</u>
<b>EXPENDITURES</b>				
Instruction	\$ -	\$ -	\$ 399,000	\$ (399,000)
Central services	276,526	274,726	-	274,726
Operations and maintenance	1,000	-	1,000	(1,000)
<b>Total Expenditures</b>	<u>\$ 277,526</u>	<u>\$ 274,726</u>	<u>\$ 400,000</u>	<u>\$ (125,274)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>-</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, 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

SCHEDULE 2  
(CONTINUED)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Interest on idle funds	\$ 13,226	\$ 5,603	\$ 15,000	\$ (9,397)
Food service	1,599,132	1,314,688	1,597,700	(283,012)
Other	56,154	71,526	80,000	(8,474)
<b>State Sources</b>				
School food assistance	29,497	18,220	27,400	(9,180)
<b>Federal Sources</b>				
Child nutrition programs	1,256,845	1,704,018	1,439,309	264,709
<b>Other Sources</b>				
Transfers from other funds	1,760	-	5,000	(5,000)
<b>Total Cash Receipts</b>	<u>\$ 2,956,614</u>	<u>\$ 3,114,055</u>	<u>\$ 3,164,409</u>	<u>\$ (50,354)</u>
<b>EXPENDITURES</b>				
Operations and maintenance	\$ 75,560	\$ 39,680	\$ 79,000	\$ (39,320)
Food service	2,959,922	2,975,550	3,504,699	(529,149)
<b>Total Expenditures</b>	<u>\$ 3,035,482</u>	<u>\$ 3,015,230</u>	<u>\$ 3,583,699</u>	<u>\$ (568,469)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (78,868)	\$ 98,825	<u>\$ (419,290)</u>	<u>\$ 518,115</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>498,156</u>	<u>419,288</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 419,288</u>	<u>\$ 518,113</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Interest on idle funds	\$ 54,739	\$ -	\$ 50,000	\$ (50,000)
<b>State Sources</b>				
Professional development aid	9,590	11,642	31,250	(19,608)
<b>Other Sources</b>				
Transfers from other funds	-	-	50,000	(50,000)
<b>Total Cash Receipts</b>	<u>\$ 64,329</u>	<u>\$ 11,642</u>	<u>\$ 131,250</u>	<u>\$ (119,608)</u>
<b>EXPENDITURES</b>				
Instructional support staff	\$ 153,184	\$ 97,126	\$ 250,538	\$ (153,412)
General administration	14,040	8,482	-	8,482
<b>Total Expenditures</b>	<u>\$ 167,224</u>	<u>\$ 105,608</u>	<u>\$ 250,538</u>	<u>\$ (144,930)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (102,895)	\$ (93,966)	<u>\$ (119,288)</u>	<u>\$ 25,322</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>222,183</u>	<u>119,288</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 119,288</u>	<u>\$ 25,322</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

PARENT EDUCATION PROGRAM 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Interest on idle funds	\$ -	\$ -	\$ 20,000	\$ (20,000)
<b>State Sources</b>				
Parent education aid	78,726	85,158	90,000	(4,842)
<b>Other Sources</b>				
Transfers from other funds	44,813	45,623	50,000	(4,377)
<b>Total Cash Receipts</b>	<u>\$ 123,539</u>	<u>\$ 130,781</u>	<u>\$ 160,000</u>	<u>\$ (29,219)</u>
<b>EXPENDITURES</b>				
Student support services	<u>\$ 123,539</u>	<u>\$ 130,781</u>	<u>\$ 160,000</u>	<u>\$ (29,219)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>-</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

SUMMER SCHOOL 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Tuition	\$ 18,395	\$ 3,125	\$ 84,000	\$ (80,875)
Student activities	28,814	-		
<b>Other Sources</b>				
Transfers from other funds	-	19,500	-	19,500
<b>Total Cash Receipts</b>	<u>\$ 47,209</u>	<u>\$ 22,625</u>	<u>\$ 84,000</u>	<u>\$ (61,375)</u>
<b>EXPENDITURES</b>				
Instruction	\$ 52,063	\$ 25,663	\$ 90,537	\$ (64,874)
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (4,854)	\$ (3,038)	<u>\$ (6,537)</u>	<u>\$ 3,499</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>11,391</u>	<u>6,537</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 6,537</u>	<u>\$ 3,499</u>		

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, 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

**SCHEDULE 2**  
**(CONTINUED)**

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Interest on idle funds	\$ 237,000	\$ 21,066	\$ 450,000	\$ (428,934)
<b>State Sources</b>				
Deaf/blind	-	1,307	-	1,307
<b>Federal Sources</b>				
Aid regular	888,516	912,815	1,000,000	(87,185)
Medicaid	322,249	531,282	475,000	56,282
Other reserve grants in aid	21,789	21,788	125,000	(103,212)
<b>Other Sources</b>				
Transfers from other funds	11,626,576	12,100,016	13,000,000	(899,984)
<b>Total Cash Receipts</b>	<u>\$ 13,096,130</u>	<u>\$ 13,588,274</u>	<u>\$ 15,050,000</u>	<u>\$ (1,461,726)</u>
<b>EXPENDITURES</b>				
Instruction	\$ 10,327,277	\$ 9,429,030	\$ 11,945,000	\$ (2,515,970)
Student support services	-	1,827,803	-	1,827,803
Instructional support staff	8,531	10,131	10,000	131
General administration	483,527	573,214	568,000	5,214
Student transportation services	2,276,795	1,748,092	2,527,000	(778,908)
<b>Total Expenditures</b>	<u>\$ 13,096,130</u>	<u>\$ 13,588,270</u>	<u>\$ 15,050,000</u>	<u>\$ (1,461,730)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ 4	<u>\$ -</u>	<u>\$ 4</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>-</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ 4</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

COST OF LIVING 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

SCHEDULE 2  
(CONTINUED)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 429,558	\$ 611,629	\$ 7,174	\$ 604,455
Excise tax	266	55	-	55
Delinquent tax	(156)	783	1,830	(1,047)
<b>County Sources</b>				
Motor vehicle tax	18,387	25,753	27,368	(1,615)
Recreational vehicle tax	212	274	316	(42)
Commercial vehicle tax	909	1,523	1,054	469
<b>Total Cash Receipts</b>	<u>\$ 449,176</u>	<u>\$ 640,017</u>	<u>\$ 37,742</u>	<u>\$ 602,275</u>
<b>EXPENDITURES</b>				
State payment	<u>\$ 425,449</u>	<u>\$ 594,378</u>	<u>\$ 650,000</u>	<u>\$ (55,622)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 23,727	\$ 45,639	<u>\$ (612,258)</u>	<u>\$ 657,897</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>23,113</u>	<u>46,840</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 46,840</u>	<u>\$ 92,479</u>		

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, 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

**SCHEDULE 2**  
**(CONTINUED)**

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>State Sources</b>				
CTE transportation state aid	\$ 515	\$ 1,003	\$ 690	\$ 313
<b>Federal Sources</b>				
Vocational aid	25,673	38,476	27,000	11,476
<b>Other Sources</b>				
Transfers from other funds	984,541	956,743	1,300,000	(343,257)
<b>Total Cash Receipts</b>	<u>\$ 1,010,729</u>	<u>\$ 996,222</u>	<u>\$ 1,327,690</u>	<u>\$ (331,468)</u>
<b>EXPENDITURES</b>				
Instruction	<u>\$ 1,010,729</u>	<u>\$ 996,222</u>	<u>\$ 1,327,690</u>	<u>\$ (331,468)</u>
<b>RECEIPTS OVER (UNDER)</b>				
<b>EXPENDITURES</b>	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>-</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>		



GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>State Sources</b>				
KPERS	\$ 2,915,728	\$ 7,045,272	\$ 8,211,713	\$ (1,166,441)
<b>EXPENDITURES</b>				
Instruction	\$ 2,112,737	\$ 4,289,914	\$ 5,336,713	\$ (1,046,799)
Student support services	115,754	237,699	500,000	(262,301)
Instructional support staff	83,390	295,767	250,000	45,767
General administration	59,189	179,434	200,000	(20,566)
School administration	188,356	624,492	700,000	(75,508)
Central services	92,720	321,943	275,000	46,943
Operations and maintenance	168,529	873,627	650,000	223,627
Food service	95,053	222,396	300,000	(77,604)
<b>Total Expenditures</b>	<u>\$ 2,915,728</u>	<u>\$ 7,045,272</u>	<u>\$ 8,211,713</u>	<u>\$ (1,166,441)</u>
<b>RECEIPTS OVER (UNDER)</b>				
<b>EXPENDITURES</b>	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>-</u>	<u>-</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ -</u>	<u>\$ -</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

SPECIAL LIABILITY 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 29,112	\$ 105,568	\$ 95,077	\$ 10,491
Delinquent tax	169	141	125	16
<b>County Sources</b>				
Motor vehicle tax	713	810	910	(100)
Recreation vehicle tax	26	8	11	(3)
Commercial vehicle tax	-	84	35	49
<b>Total Cash Receipts</b>	<u>\$ 30,020</u>	<u>\$ 106,611</u>	<u>\$ 96,158</u>	<u>\$ 10,453</u>
<b>EXPENDITURES</b>				
General administration	\$ 31,893	\$ 46,763	\$ 105,000	\$ (58,237)
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (1,873)	\$ 59,848	<u>\$ (8,842)</u>	<u>\$ 68,690</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>36,526</u>	<u>34,653</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 34,653</u>	<u>\$ 94,501</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

EXTRAORDINARY GROWTH 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 1,347,768	\$ 1,385,372	\$ 21,212	\$ 1,364,160
Excise tax	860	357	-	357
Delinquent tax	819	5,288	5,706	(418)
<b>County Sources</b>				
Motor vehicle tax	162,834	132,603	131,276	1,327
Recreation vehicle tax	1,797	1,404	1,517	(113)
Commercial vehicle tax	-	-	5,052	(5,052)
<b>Total Cash Receipts</b>	<u>\$ 1,514,078</u>	<u>\$ 1,525,024</u>	<u>\$ 164,763</u>	<u>\$ 1,360,261</u>
<b>EXPENDITURES</b>				
State payment	<u>\$ 1,540,199</u>	<u>\$ 1,386,179</u>	<u>\$ 1,517,674</u>	<u>\$ (131,495)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (26,121)	\$ 138,845	<u>\$ (1,352,911)</u>	<u>\$ 1,491,756</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>104,587</u>	<u>78,466</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 78,466</u>	<u>\$ 217,311</u>		

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

GIFTS AND GRANTS

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
Local Sources				
Other	\$ 106	\$ 950	\$ 100,000	\$ (99,050)
<b>EXPENDITURES</b>				
Instruction	\$ 4,905	\$ 950	\$ 100,000	\$ (99,050)
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (4,799)	\$ -	\$ -	\$ -
<b>UNENCUMBERED CASH - BEGINNING</b>	4,799	-		
<b>UNENCUMBERED CASH - ENDING</b>	\$ -	\$ -		

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**CONTINGENCY RESERVE FUND\***

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**

Regulatory Basis

For the Year Ended June 30, 2020

With Comparative Actual Totals For The Prior Year Ended June 30, 2019

**SCHEDULE 2  
(CONTINUED)**

	<u>2019 Actual</u>	<u>2020 Actual</u>
<b>CASH RECEIPTS</b>		
Transfer in	\$ -	\$ -
<b>EXPENDITURES</b>		
Instruction	\$ -	\$ -
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ -
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>3,600,000</u>	<u>3,600,000</u>
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 3,600,000</u>	<u>\$ 3,600,000</u>

\* This fund is not required to be budgeted.

**SALINA UNIFIED SCHOOL DISTRICT NO. 305**  
 Salina, Kansas  
**TEXTBOOK AND STUDENT MATERIAL REVOLVING FUND\***  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
 Regulatory Basis  
 For the Year Ended June 30, 2020  
 With Comparative Actual Totals For The Prior Year Ended June 30, 2019

**SCHEDULE 2  
 (CONTINUED)**

	<b>2019 Actual</b>	<b>2020 Actual</b>
<b>CASH RECEIPTS</b>		
<b>Local Sources</b>		
Student activities	\$ 82,895	\$ 77,636
Other	352,303	342,830
<b>Other Sources</b>		
Transfers from other funds	500,000	-
<b>Total Cash Receipts</b>	\$ 935,198	\$ 420,466
 <b>EXPENDITURES</b>		
Instruction	\$ 264,710	\$ 1,208,438
 <b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 670,488	\$ (787,972)
 <b>UNENCUMBERED CASH - BEGINNING</b>	714,140	1,384,628
 <b>UNENCUMBERED CASH - ENDING</b>	\$ 1,384,628	\$ 596,656

\* This fund is not required to be budgeted.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**SPECIAL RESERVE FUND\***

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**

Regulatory Basis

For the Year Ended June 30, 2020

With Comparative Actual Totals For The Prior Year Ended June 30, 2019

**SCHEDULE 2  
(CONTINUED)**

	<u>2019 Actual</u>	<u>2020 Actual</u>
<b>CASH RECEIPTS</b>		
<b>Local Sources</b>		
Other	\$ 5,627,553	\$ 6,567,153
Reimbursements	26,336	15,853
<b>Total Cash Receipts</b>	<u>\$ 5,653,889</u>	<u>\$ 6,583,006</u>
<b>EXPENDITURES</b>		
Instruction	<u>\$ 5,654,141</u>	<u>\$ 6,663,415</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (252)	\$ (80,409)
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>1,001,621</u>	<u>1,001,369</u>
<b>UNENCUMBERED CASH - ENDING</b>	<u><u>\$ 1,001,369</u></u>	<u><u>\$ 920,960</u></u>

\* This fund is not required to be budgeted.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**FEDERAL GRANT FUNDS**  
 Regulatory Basis  
 For the Year Ended June 30, 2020

**SCHEDULE 2  
 (CONTINUED)**

	<b>Title I Low Income</b>	<b>Title II, Part A Teacher Quality</b>	<b>Title IV ESSA Student Support Academic Enrichment</b>	<b>Title VI-B</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance Positive (Negative)</b>
<b>CASH RECEIPTS</b>							
<b>Federal Sources</b>							
Grants	\$ 334,839	\$ 94,490	\$ 22,256	\$ 24,887	\$ 476,472	\$ 530,000	\$ (53,528)
<b>EXPENDITURES</b>							
Instruction	\$ 333,339	\$ 94,490	\$ 22,256	\$ 24,887	\$ 474,972	\$ 528,500	\$ (53,528)
Student transportation services	1,500	-	-	-	1,500	1,500	-
<b>Total Expenditures</b>	<b>\$ 334,839</b>	<b>\$ 94,490</b>	<b>\$ 22,256</b>	<b>\$ 24,887</b>	<b>\$ 476,472</b>	<b>\$ 530,000</b>	<b>\$ (53,528)</b>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>UNENCUMBERED CASH - BEGINNING</b>	-	-	-	-	-	-	-
<b>UNENCUMBERED CASH - ENDING</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE  
(CONTINUED)

BOND AND INTEREST 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 6,917,437	\$ 7,345,648	\$ 6,620,912	\$ 724,736
Excise tax	4,353	1,326	-	1,326
Delinquent tax	3,713	24,967	29,386	(4,419)
<b>County Sources</b>				
Motor vehicle tax	559,354	524,150	547,879	(23,729)
Recreational vehicle tax	6,441	5,697	6,329	(632)
Commercial vehicle tax	24,650	26,736	21,083	5,653
<b>State Sources</b>				
State aid	5,939,211	6,217,722	6,217,722	-
<b>Total Cash Receipts</b>	<u>\$ 13,455,159</u>	<u>\$ 14,146,246</u>	<u>\$ 13,443,311</u>	<u>\$ 702,935</u>
<b>EXPENDITURES</b>				
Principal	\$ 6,990,000	\$ 7,855,000	\$ 7,855,000	\$ -
Bond fees	-	-	5,000	(5,000)
Interest	5,841,509	5,563,159	5,563,161	(2)
<b>Total Expenditures</b>	<u>\$ 12,831,509</u>	<u>\$ 13,418,159</u>	<u>\$ 13,423,161</u>	<u>\$ (5,002)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 623,650	\$ 728,087	<u>\$ 20,150</u>	<u>\$ 707,937</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>12,160,204</u>	<u>12,783,854</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 12,783,854</u>	<u>\$ 13,511,941</u>		

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**BOND CONSTRUCTION FUND\***

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**

Regulatory Basis

For the Year Ended June 30, 2020

With Comparative Actual Totals For The Prior Year Ended June 30, 2019

**SCHEDULE 2  
(CONTINUED)**

	<u>2019 Actual</u>	<u>2020 Actual</u>
<b>CASH RECEIPTS</b>		
<b>Local Sources</b>		
Interest on idle funds	\$ 74,809	\$ 15,490
<b>EXPENDITURES</b>		
Facility acquisition and construction	\$ 2,955,707	\$ 667,372
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (2,880,898)	\$ (651,882)
<b>UNENCUMBERED CASH - BEGINNING</b>	3,972,541	1,191,863
<b>CANCELLATION OF PRIOR YEAR ENCUMBRANCES</b>	100,220	-
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 1,191,863</u>	<u>\$ 539,981</u>

\*This fund is not required to be budgeted.

GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231

Gardner, Kansas

SCHEDULE 2  
(CONTINUED)

SPECIAL ASSESSMENT 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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
<b>Local Sources</b>				
Ad valorem tax	\$ 181,603	\$ 161,193	\$ 145,271	\$ 15,922
Excise tax	109	62	-	62
Delinquent tax	(301)	768	766	2
<b>County Sources</b>				
Motor vehicle tax	7,895	20,574	21,121	(547)
Recreation vehicle tax	91	230	244	(14)
Commercial vehicle tax	715	840	813	27
<b>Total Cash Receipts</b>	<u>\$ 190,112</u>	<u>\$ 183,667</u>	<u>\$ 168,215</u>	<u>\$ 15,452</u>
<b>EXPENDITURES</b>				
Site improvement services	<u>\$ 200,660</u>	<u>\$ 201,295</u>	<u>\$ 220,000</u>	<u>\$ (18,705)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (10,548)	\$ (17,628)	<u>\$ (51,785)</u>	<u>\$ 34,157</u>
<b>UNENCUMBERED CASH - BEGINNING</b>	<u>155,362</u>	<u>144,814</u>		
<b>UNENCUMBERED CASH - ENDING</b>	<u>\$ 144,814</u>	<u>\$ 127,186</u>		

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
**AGENCY FUNDS**  
**SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH**  
Regulatory Basis  
For the Year Ended June 30, 2020

**SCHEDULE 3**

	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Cash Balance</u>
Gardner Edgerton High School	\$ 146,060	\$ 258,401	\$ 266,325	\$ 138,136
Middle Schools				
Pioneer Ridge Middle School	\$ 7,179	\$ 18,346	\$ 14,939	\$ 10,586
Trail Ridge Middle School	21,124	34,227	27,712	27,639
Wheatridge Middle School	25,129	18,798	22,138	21,789
Total Middle School Funds	<u>\$ 53,432</u>	<u>\$ 71,371</u>	<u>\$ 64,789</u>	<u>\$ 60,014</u>
Elementary Schools				
Nike Elementary School	\$ 3,866	\$ 3,976	\$ 2,914	\$ 4,928
Gardner Elementary School	5,253	445	(144)	5,842
Edgerton Elementary School	1,009	2,791	724	3,076
Sunflower Elementary School	2,713	4,553	3,567	3,699
Moonlight Elementary School	1,185	2,567	2,289	1,463
Madison Elementary School	4,409	1,208	412	5,205
Grand Star Elementary School	1,033	1,055	700	1,388
Total Elementary School funds	<u>\$ 19,468</u>	<u>\$ 16,595</u>	<u>\$ 10,462</u>	<u>\$ 25,601</u>
<b>Total Agency Funds</b>	<u><u>\$ 218,960</u></u>	<u><u>\$ 346,367</u></u>	<u><u>\$ 341,576</u></u>	<u><u>\$ 223,751</u></u>

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**

Gardner, Kansas

**DISTRICT ACTIVITY FUNDS**

Regulatory Basis

For the Year Ended June 30, 2020

	<b>Beginning Unencumbered Cash Balance</b>	<b>Receipts</b>	<b>Expenditures</b>	<b>Ending Unencumbered Cash Balance</b>	<b>Add Outstanding Encumbrances and Accounts Payable</b>	<b>Ending Cash Balance</b>
<b>GATE RECEIPTS</b>						
Gardner Edgerton High School	\$ 11,283	\$ 102,823	\$ 96,879	\$ 17,227	\$ -	\$ 17,227
Pioneer Ridge Middle School	5,785	11,489	13,008	4,266	-	4,266
Trail Ridge Middle School	4,985	18,244	19,870	3,359	-	3,359
Wheatridge Middle School	3,112	11,071	12,303	1,880	-	1,880
<b>Total Gate Receipts</b>	<b>\$ 25,165</b>	<b>\$ 143,627</b>	<b>\$ 142,060</b>	<b>\$ 26,732</b>	<b>\$ -</b>	<b>\$ 26,732</b>
<b>SCHOOL PROJECTS</b>						
District	\$ 10,457	\$ 66,162	\$ 61,157	\$ 15,462	\$ -	\$ 15,462
Gardner Edgerton High School	86,322	123,171	127,427	82,066	256	82,322
Pioneer Ridge Middle School	32,932	68,834	60,526	41,240	50	41,290
Trail Ridge Middle School	14,780	66,502	50,340	30,942	15	30,957
Wheatridge Middle School	40,618	60,601	43,109	58,110	-	58,110
Nike Elementary School	17,592	19,668	14,845	22,415	-	22,415
Gardner Elementary School	30,108	3,776	7,648	26,236	-	26,236
Edgerton Elementary School	11,342	11,368	10,881	11,829	-	11,829
Sunflower Elementary School	11,092	9,407	11,020	9,479	-	9,479
Moonlight Elementary School	26,917	20,841	10,975	36,783	-	36,783
Madison Elementary School	30,877	23,831	16,479	38,229	-	38,229
Grand Star Elementary School	15,951	21,109	18,903	18,157	-	18,157
<b>Total School Projects</b>	<b>\$ 328,988</b>	<b>\$ 495,270</b>	<b>\$ 433,310</b>	<b>\$ 390,948</b>	<b>\$ 321</b>	<b>\$ 391,269</b>
<b>TOTAL DISTRICT ACTIVITY FUNDS</b>	<b>\$ 354,153</b>	<b>\$ 638,897</b>	<b>\$ 575,370</b>	<b>\$ 417,680</b>	<b>\$ 321</b>	<b>\$ 418,001</b>

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
 For the Year Ended June 30, 2020

<b>Federal Grantor/Pass-Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass-Through Entity Identifying Number</b>	<b>Federal Award Expenditures</b>
<b>U.S. Department of Education</b>			
Passed through Kansas Department of Education			
Special Education (IDEA) Cluster			
Title VI-B Special Education	84.027	DO231	\$ 912,815
Title VI-B Special Education - Disc	84.027	DO231	24,887
Early Childhood Education	84.173	DO231	21,788
Subtotal Special Education (IDEA) Cluster			<u>\$ 959,490</u>
Title I Grants to Local Educational Agencies	84.010	DO231	\$ 334,839
Vocational Education Basic Grants to State	84.048	DO231	38,476
Supporting Effective Instruction	84.367	DO231	94,490
ESSA Student Support Academic Enrichment	84.424	DO231	22,256
<b>Total U.S. Department of Education</b>			<u>\$ 1,449,551</u>
<b>U.S. Department of Agriculture</b>			
Passed through State Department of Agriculture			
Child Nutrition Cluster			
School Breakfast Program	10.553	DO231	\$ 134,863
National School Lunch Program	10.555	DO231	773,581
Summer Food Service Program for Children	10.559	DO231	784,705
Subtotal Child Nutrition Cluster			<u>\$ 1,693,149</u>
<b>Total U.S. Department of Education</b>			<u>\$ 1,693,149</u>
<b>TOTAL FEDERAL EXPENDITURES</b>			<u><u>\$ 3,142,700</u></u>

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
Gardner, Kansas  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
June 30, 2020

**Note 1: Organization**

Unified School District No. 231, Gardner, Kansas, (the District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

**Note 2: Basis of Presentation**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statement. The District elected not to use the 10% de minimis indirect cost rate.

**Note 3: Local Government Contributions**

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

**Note 4: Additional Audits**

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2020.

**Note 5: Outstanding Loans**

The District did not have any outstanding loans under any federal grants at June 30, 2020.

**Note 6: Pass-Through Numbers**

Pass through numbers have not been assigned to pass through grants on the schedule of expenditures of federal awards.

**GARDNER EDGERTON UNIFIED SCHOOL DISTRICT NO. 231**  
 Gardner, Kansas  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
 June 30, 2020

**Section I - Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weaknesses identified?  Yes  None

Reportable conditions identified not considered to be material weaknesses?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  None

**Federal Awards**

Internal controls over major programs:

Material weaknesses identified?  Yes  No

Reportable conditions identified not considered to be material weaknesses?  Yes  None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200.516(a)?  Yes  No

Identification of major programs:

<u>Name of Federal program</u>	<u>CFDA Number</u>
Child Nutrition Cluster	10.553, 10.555, and 10.559

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as a low-risk auditee?  Yes  No

Note:

Beginning with the year ended June 30, 2016, the criteria for determination of low-risk auditee status was changed by the U.S. Office of Management and Budget (OMB). Specifically, the regulatory basis of accounting prescribed by the State of Kansas does not meet the criteria established by OMB in the Uniform Grant Guidance (UGG). The District continues, however, to meet each of the other criteria for low-risk auditee status.

**Section II - Financial Statement Findings**

No matters were reported

**Section III - Federal Award Findings and Questioned Costs**

There were no current year findings or questioned costs.





November 19, 2020

Board of Education  
Gardner Edgerton Unified School District No. 231  
Gardner, Kansas

**Independent Auditor's Report on Internal Control Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial Statement  
Performed in Accordance With *Government Auditing Standards***

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Gardner Edgerton Unified School District No. 231 (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated November 19, 2020.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

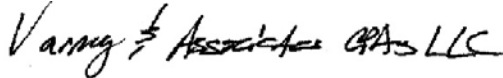
Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District’s financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity’s internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity’s internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Certified Public Accountants  
Manhattan, Kansas



November 19, 2020

Board of Education  
Gardner Edgerton Unified School District No. 231  
Gardner, Kansas

**Independent Auditor's Report on Compliance for Each  
Major Program and on Internal Control Over  
Compliance In Accordance With the Uniform Guidance**

**Report on Compliance for Each Major Federal Program**

We have audited the compliance of Gardner Edgerton Unified School District No. 231's (the District) compliance with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on each major federal program have occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

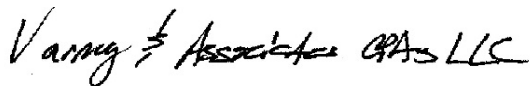
**Report on Internal Control Over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance. According, this report is not suitable for any other purpose.



Certified Public Accountants  
Manhattan, Kansas