UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended June 30, 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 489 Hays, Kansas
Hays, Kansas

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Unified School District No. 489 Hays, Kansas**, as of and for the year ended June 30, 2022 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matters discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying 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 District as of June 30, 2022, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying 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, 2022, 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.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the District 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.

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, summary of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional 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 accompanying supplementary 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated January 24, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 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 https://admin.ks.gov/offices/oar/municipal-services. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2022 (Schedule 2 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 2021 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 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 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, 2021, on the basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2023, 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 solely 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 effectiveness of the District's 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.



ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

January 23, 2023

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
Governmental Type Funds							
General Funds							
General Fund	$ -	-	22,051,166	22,051,166	**-**	196,513	**196,513**
Supplemental General Fund	762,038	-	6,641,767	6,731,986	**671,819**	782	**672,601**
Special Purpose Funds							
At Risk (4 Year Old) Fund	217	-	420,321	420,321	**217**	30,484	**30,701**
At Risk (K-12) Fund	186,209	-	2,937,213	3,053,747	**69,675**	4,419	**74,094**
Bilingual Education Fund	-	-	269,083	269,083	**-**	-	**-**
Virtual Education Fund	-	-	164,165	145,287	**18,878**	-	**18,878**
Capital Outlay Fund	3,009,842	59,673	3,999,156	3,632,642	**3,436,029**	1,114,764	**4,550,793**
Driver Training Fund	104,074	-	77,290	96,071	**85,293**	-	**85,293**
Extraordinary School Program Fund	104,500	-	250,744	205,287	**149,957**	-	**149,957**
Food Service Fund	621,945	-	2,784,159	2,435,412	**970,692**	16,432	**987,124**
Professional Development Fund	7,349	-	31,000	23,616	**14,733**	4,150	**18,883**
Parent Education Program Fund	19,750	-	107,085	118,881	**7,954**	4,165	**12,119**
Summer School Fund	-	-	120,000	-	**120,000**	-	**120,000**
Special Education Fund	415,889	-	5,536,473	5,425,872	**526,490**	-	**526,490**
Vocational Education Fund	-	-	674,304	650,084	**24,220**	1,000	**25,220**
Miscellaneous Mini Grants Fund	75,178	-	500,092	571,109	**4,161**	31,772	**35,933**
KPERS Special Retirement Contribution Fund	-	-	3,574,440	3,574,440	**-**	-	**-**
Coop Special Education Fund	1,548,079	-	8,513,698	8,256,911	**1,804,866**	26	**1,804,892**
Contingency Reserve Fund	1,197,787	43,962	-	-	**1,241,749**	-	**1,241,749**
Textbooks and Materials Fund	718,516	-	525,604	650,225	**593,895**	79,136	**673,031**
Federal Funds Fund	(635,171)	1,941	4,868,179	8,016,343	**(3,781,394)**	883,625	**(2,897,769)**
Recreation Commission Fund	81,815	-	1,111,068	1,106,060	**86,823**	-	**86,823**
Recreation Commission Employee Benefits Func	-	-	180,381	180,381	**-**	-	**-**
District Activity Funds	416,117	-	1,304,468	957,460	**763,125**	17,088	**780,213**
Capital Project Fund							
District Building Improvements Fund	-	-	2,002,880	1,023,915	**978,965**	-	**978,965**
Total Primary Government (Excluding Agency Funds)	$ 8,634,134	105,576	68,644,736	69,596,299	**7,788,147**	2,384,356	**10,172,503**

Composition of Cash		
	Checking Accounts	$ **8,474,281**
	Savings Accounts	**1,713,057**
	Certificates of Deposit	**75,000**
	Total Cash	**10,262,338**
	Agency Funds per Schedule 3	**(89,835)**
	Total Primary Government (Excluding Agency Funds)	$ **10,172,503**

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unified School District No. 489 Hays, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

Recreation Commission

Hays Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the District levies the tax for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. Audited financial statements can be obtained by contacting the recreation commission's office.

Basis of Presentation – Fund Accounting

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

The following types of funds comprise the financial activities of the District for the year ended June 30, 2022.

Regulatory Basis Fund Types

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.

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

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

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. 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 receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no

future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

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

NOTE 2 – BUDGETARY INFORMATION

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

a. Preparation of the budget for the succeeding calendar year on or before August 1st.

b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.

d. Adoption of the final budget on or before August 25th.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The District did hold a revenue neutral rate hearing this year.

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 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 year.

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

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 budgeted expenditure authority lapses at year end.

A legal operating budget is not required for trust funds and the following special purpose funds: Contingency Reserve Fund, Textbooks and Materials Fund, Federal Funds Fund, and District Activity Funds.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

Unified School District No. 489 Hays, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of Credit Risk
State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

Custodial Credit Risk – Deposits
Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by 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 does not use "peak periods". All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was $10,262,338 and the bank balance was $11,622,385. The bank balance was held by five banks resulting in a concentration of credit risk. Of the bank balance, $751,285 was covered by federal depository insurance and $10,871,100 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial Credit Risk – Investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The District had no investments at June 30, 2022.

NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT

Unified School District No. 489 Hays, Kansas received $885,417 subsequent to June 30, 2022 and as required by K.S.A. 72-5135, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

NOTE 5 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Unified School District No. 489 Hays, Kansas'** interfund transfers and regulatory authority for the year ended June 30, 2022 were as follows:

From	To	Regulatory Authority	$	Amount
General Fund	At Risk (4 Year Old) Fund	K.S.A. 72-5167		321,374
General Fund	At Risk (K-12) Fund	K.S.A. 72-5167		2,142,171
General Fund	Bilingual Education Fund	K.S.A. 72-5167		124,083
General Fund	Virtual Education Fund	K.S.A. 72-5167		164,165
General Fund	Extraordinary School Program Fund	K.S.A. 72-5167		35,000
General Fund	Professional Development Fund	K.S.A. 72-5167		1,000
General Fund	Parent Education Program Fund	K.S.A. 72-5167		31,316
General Fund	Special Education Fund	K.S.A. 72-5167		5,273,078
General Fund	Vocational Education Fund	K.S.A. 72-5167		646,461
General Fund	Textbooks and Materials Fund	K.S.A. 72-5167		26,311
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143		689,080
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143		145,000
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143		30,000
Supplemental General Fund	Summer School Fund	K.S.A. 72-5143		120,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143		98,939
Supplemental General Fund	Textbooks and Materials Fund	K.S.A. 72-5143		200,000
Special Education Fund	Coop Special Education Fund	K.S.A. 72-968		5,198,652
Miscellaneous Mini Grants Fund	At Risk (K-12) Fund	Board Approved		105,962

NOTE 6 – CAPITAL PROJECTS

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

		Project Authorization	Expenditures
District School Buildings Updates	$	143,500,000	1,021,035

NOTE 7 – LITIGATION

Unified School District No. 489 Hays, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the District.

NOTE 8 – RISK MANAGEMENT

Unified School District No. 489 Hays, Kansas is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. The District has been unable to obtain commercial insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other Districts in the State of Kansas to participate in the Kansas Educational Risk Management Pool, LLC (KERMP), a public entity risk pool currently operating as a common risk management and insurance program for 90 participating members.

The District pays an annual premium to Kansas Educational Risk Management Pool, LLC (KERMP) for its commercial insurance coverage. The agreement to participate provides that KERMP will be self-sustaining through member premiums and will reinsure through commercial companies for property claims in excess of $350,000 for each insured event, depending on the type of insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERMP management.

Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

NOTE 9 – GRANTS AND SHARED REVENUES

Unified School District No. 489 Hays, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 10 – DEFERRED COMPENSATION PLAN

Unified School District No. 489 Hays, Kansas sponsors deferred compensation plans under Internal Revenue Code Sections 403(b) and 457(b). Permanent and part-time employees are eligible to participate under these plans. The employee is responsible for the amount of deferred compensation to be contributed. The District is not required to make any contributions.

NOTE 11 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description
Unified School District No. 489 Hays, Kansas 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 Annual Comprehensive Financial Report which can be found on the KPERS website at **www.kpers.org** or by writing to KPERS (611 S 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 15.59% and 14.23%, respectively, for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33%, respectively, for the fiscal year ended June 30, 2022.

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $3,574,440 for the year ended June 30, 2022.

Net Pension Liability

At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was $26,585,481. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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, 2021. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 12 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **Unified School District No. 489 Hays, Kansas** allows retirees to participate in the group health insurance plan. The District pays 100% of the premium for each retiree for single coverage and each retiree is responsible for any amounts above the single coverage premium. The District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of the subsidy has not been quantified in this financial statement.

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

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, 2022.

The District provides post-retirement healthcare benefits in accordance with state statutes. The District allows early retirees, those retiring under the provisions of full KPERS retirement requirements, to remain on the District's health policy until age 65 or Medicare eligible. It is required that these employees have been employed full-time by the District for the preceding 15 years before retirement. The year of retirement must be included in the 15 consecutive years of employment. Beginning in 2012-2013, there is a maximum 10 year payout. The annual District contribution will be frozen at the fiscal year 2013 actual cost of retiree health insurance. The District will pay a minimum of $6,910 annually toward the retired employees' health insurance in the District pool for employees retiring prior to June 30, 2016. Employees that retired during the 2016-2017 school year would receive $6,000 annually, employees that retired during the 2017-2018 school year would receive $4,800 annually, and employees that retired during the 2018-2019 school year would receive $3,000 annually. For the year ended June 30, 2022, 31 retirees met those eligibility requirements. Expenditures for post-retirement healthcare benefits are recognized as retirees report claims. During the year, expenditures of $233,401 were recognized for post-retirement healthcare.

NOTE 13 – COMPENSATED ABSENCES

Vacation

Classified personnel who have completed a full year of service on June 1 are granted vacation based on length of service. All vacation awarded in any given year shall be taken during that same contract year.

Sick Leave

Unified School District No. 489 Hays, Kansas' contracts with various employees permit them to accumulate sick leave. Certified and non-certified personnel may accumulate sick leave at two days per annum and one day per contract month with full salary.

Classified staff hired in the 2015-2016 school year and subsequent years will be paid up to 80 days of unused sick leave at a rate of $45 per day if a minimum of 20 days is accumulated.

For classified staff employed prior to the 2015-2016 school year and have a sick leave balance of 100 days or more as of June 30, 2015, they will be capped at their June 30, 2015 balance and paid $65 per day less the first 20 days. For classified staff employed prior to the 2015-2016 school year and have a sick leave balance under 100 days, they will be paid $65 per day for a maximum payment of 80 days.

Upon termination, employees with five years of service will receive accumulated sick leave pay at their qualified rate.

NOTE 14 – SUBSEQUENT EVENTS

On August 5, 2022, the District issued $143,500,000 in General Obligation Bonds Series 2022-B for the purpose of providing funds for building site improvements. Of this amount, $2,000,000 was advanced to the District in June 2022, which is noted as Series 2022-A Bonds and included in the long-term debt schedule of long-term liabilities as of June 30, 2022. The cumulative amount due for Series 2022-A and Series 2022-B is $143,500,000, which is reflected in the long-term debt schedule of maturity.

NOTE 15 – LONG-TERM DEBT

Unified School District No. 489 Hays, Kansas has the following type of long-term debt.

General Obligation Bonds

On June 28, 2022, the District issued $2,000,000 in General Obligation Bonds Series 2022-A for the purpose of providing funds for building site improvements. The Series 2022-A Bonds are an advancement of the Series 2022-B Bonds, which were issued in August 2022 and disclosed in Note 13.

Lease Obligations

The District has entered into lease agreements for the use of property and equipment. Each lease contains a fiscal funding clause.

Changes in long-term liabilities for the District for the year ended June 30, 2022, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	**Balance End of Year**	Interest Paid
General Obligation Bond									
Series 2022-A	3.00%	6/28/2022	$ 2,000,000	9/1/2052	$ -	2,000,000	-	**2,000,000** *	-
Finance Leases									
Middle School Addition	3.00%	3/1/2012	752,600	8/15/2021	77,728	-	(77,728)	**-**	2,313
Middle School FEMA Addition	2.38%	8/14/2013	1,136,844	9/16/2022	73,510	-	(73,510)	**-**	1,750
Copy Machines	0.00%	7/25/2018	280,369	7/5/2022	112,148	-	(56,074)	**56,074**	-
Oak Park Purchase	3.49%	12/21/2018	1,800,000	1/15/2029	1,491,353	-	(162,858)	**1,328,495**	52,444
K-5 iPads	0.00%	7/5/2020	540,000	7/5/2023	270,000	-	(135,000)	**135,000**	-
Computers	0.00%	10/31/2020	184,001	7/5/2022	122,668	-	(61,334)	**61,334**	-
Roosevelt HVAC	1.39%	4/15/2021	2,160,000	9/1/2031	708,753	1,451,247	-	**2,160,000**	26,354
Technology Equipment	0.00%	7/30/2021	736,300	7/5/2022	-	736,300	(440,000)	**296,300**	-
Total Finance Leases					2,856,160	2,187,547	(1,006,504)	**4,037,203**	82,861
Total Contractual Indebtedness					$ 2,856,160	4,187,547	(1,006,504)	**6,037,203**	82,861

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

	YEAR											
	2023	2024	2025	2026	2027	2028 - 2032	2033 - 2037	2038 - 2042	2043 - 2047	2048 - 2052	2053	**Total**
Principal												
General Obligation Bond	$ -	-	1,840,000	1,975,000	2,115,000	12,970,000	17,790,000	23,965,000	31,870,000	41,490,000	9,485,000	**143,500,000**
Finance Leases	914,189	381,483	392,601	399,125	410,783	1,539,022	-	-	-	-	-	**4,037,203**
Total Principal	**914,189**	**381,483**	**2,232,601**	**2,374,125**	**2,525,783**	**14,509,022**	**17,790,000**	**23,965,000**	**31,870,000**	**41,490,000**	**9,485,000**	**147,537,203**
Interest												
General Obligation Bond	3,370,175	6,740,350	6,694,350	6,598,975	6,496,725	30,682,500	26,861,750	21,673,125	14,732,250	6,238,750	189,700	**130,278,650**
Finance Leases	73,489	64,707	55,705	46,263	36,651	57,649	-	-	-	-	-	**334,464**
Total Interest	**3,443,664**	**6,805,057**	**6,750,055**	**6,645,238**	**6,533,376**	**30,740,149**	**26,861,750**	**21,673,125**	**14,732,250**	**6,238,750**	**189,700**	**130,613,114**
Total Principal and Interest	$ **4,357,853**	**7,186,540**	**8,982,656**	**9,019,363**	**9,059,159**	**45,249,171**	**44,651,750**	**45,638,125**	**46,602,250**	**47,728,750**	**9,674,700**	**278,150,317**

*As of June 30, 2022, $2,000,000 had been received from the Series 2022-A Bond, which is an advancement on a Series 2022-B Bond. The Series 2022-B Bond was issued on August 5, 2022 for $143,500,000. The entire $143,500,000 is reflected in the maturities of long-term debt through maturity.

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS

Regulatory-Required Supplementary Information

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis

Funds	Certified Budget	Adjustment to Comply With Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	**Expenditures Chargeable to Current Year**	Variance Over (Under)
Governmental Type Funds						
General Funds						
General Fund	$ 22,249,011	(456,763)	258,918	22,051,166	**22,051,166**	-
Supplemental General Fund	6,809,086	(77,100)	-	6,731,986	**6,731,986**	-
Special Purpose Funds						
At Risk (4 Year Old) Fund	420,702	-	-	420,702	**420,321**	(381)
At Risk (K-12) Fund	3,127,407	-	-	3,127,407	**3,053,747**	(73,660)
Bilingual Education Fund	314,343	-	-	314,343	**269,083**	(45,260)
Virtual Education Fund	145,287	-	-	145,287	**145,287**	-
Capital Outlay Fund	5,431,662	-	-	5,431,662	**3,632,642**	(1,799,020)
Driver Training Fund	105,625	-	-	105,625	**96,071**	(9,554)
Declining Enrollment Fund	-	-	-	-	**-**	-
Extraordinary School Program Fund	356,999	-	-	356,999	**205,287**	(151,712)
Food Service Fund	2,095,669	-	600,659	2,696,328	**2,435,412**	(260,916)
Professional Development Fund	43,291	-	-	43,291	**23,616**	(19,675)
Parent Education Program Fund	139,348	-	-	139,348	**118,881**	(20,467)
Summer School Fund	-	-	-	-	**-**	-
Special Education Fund	5,671,173	-	-	5,671,173	**5,425,872**	(245,301)
Vocational Education Fund	670,669	-	-	670,669	**650,084**	(20,585)
Miscellaneous Mini Grants Fund	792,482	-	-	792,482	**571,109**	(221,373)
KPERS Special Retirement Contribution Fund	3,996,201	-	-	3,996,201	**3,574,440**	(421,761)
Coop Special Education Fund	9,052,819	-	-	9,052,819	**8,256,911**	(795,908)
Recreation Commission Fund	1,106,060	-	-	1,106,060	**1,106,060**	-
Recreation Commission Employee Benefits Fund	212,750	-	-	212,750	**180,381**	(32,369)

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

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
Equalization Aid	$ 18,089,349	**18,410,535**	18,689,974	(279,439)
Mineral Severance Tax	13,193	**19,969**	14,000	5,969
Federal Aid	-	**327**	-	327
State Aid	67,739	**166,203**	-	166,203
Special Education State Aid	3,023,869	**3,361,744**	3,545,037	(183,293)
Other Local Sources				
Reimbursements	1,825	**92,388**	-	92,388
Total Receipts	21,195,975	**22,051,166**	22,249,011	(197,845)
Expenditures				
Instruction	6,706,329	**6,828,116**	6,597,648	230,468
Student Support Services	239,200	**7,102**	99,404	(92,302)
Instructional Support Services	221,414	**35,153**	206,675	(171,522)
General Administration	831,671	**620,253**	979,050	(358,797)
School Administration	1,313,723	**1,353,953**	1,417,956	(64,003)
Central Services	827,493	**1,503,198**	712,681	790,517
Operations and Maintenance	2,144,281	**2,174,846**	2,257,430	(82,584)
Student Transportation Services	798,311	**763,586**	893,054	(129,468)
Operating Transfers	8,113,559	**8,764,959**	9,085,113	(320,154)
Adjustment to Comply With Legal Max	-	**-**	(456,763)	456,763
Legal General Fund Budget	21,195,981	**22,051,166**	21,792,248	258,918
(a) Adjustment for Qualifying Budget Credits	-	**-**	258,918	(258,918)
Total Expenditures	21,195,981	**22,051,166**	22,051,166	-
Receipts Over (Under) Expenditures	(6)	**-**		
Unencumbered Cash - Beginning	6	**-**		
Unencumbered Cash - Ending	$ -	**-**		

(a) Adjustment for Qualifying Budget Credits

Federal Aid Over Amount Budgeted	$ 327
State Aid Over Amount Budgeted	166,203
Reimbursements Over Amount Budgeted	92,388
	$ 258,918

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Taxes	$ 4,879,944	**4,943,287**	4,935,691	7,596
Intergovernmental Revenues				
Equalization Aid	1,423,814	**1,698,480**	1,717,932	(19,452)
Total Receipts	6,303,758	**6,641,767**	6,653,623	(11,856)
Expenditures				
Instruction	3,929,351	**3,145,681**	4,198,372	(1,052,691)
Student Support Services	123,428	**619,389**	131,410	487,979
Instructional Support Services	152,661	**632,682**	169,525	463,157
General Administration	320	**-**	500	(500)
School Administration	541,489	**529,544**	604,204	(74,660)
Central Services	-	**16,708**	-	16,708
Operations and Maintenance	518,002	**504,963**	590,995	(86,032)
Operating Transfers	1,082,562	**1,283,019**	1,114,080	168,939
Adjustment to Comply With Legal Max	-	**-**	(77,100)	77,100
Total Expenditures	6,347,813	**6,731,986**	6,731,986	-
Receipts Over (Under) Expenditures	(44,055)	**(90,219)**		
Unencumbered Cash - Beginning	805,924	**762,038**		
Prior Year Cancelled Encumbrances	169	**-**		
Unencumbered Cash - Ending	$ 762,038	**671,819**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
At Risk (4 Year Old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Other Local Sources				
Operating Transfers	$ 232,131	**321,374**	344,503	(23,129)
Reimbursements	98,947	**98,947**	76,199	22,748
Total Receipts	331,078	**420,321**	420,702	(381)
Expenditures				
Instruction	303,735	**329,840**	367,917	(38,077)
Instructional Support Services	-	**1,841**	-	1,841
School Administration	9,961	**56,589**	31,929	24,660
Operations and Maintenance	17,624	**32,051**	20,856	11,195
Total Expenditures	331,320	**420,321**	420,702	(381)
Receipts Over (Under) Expenditures	(242)	**-**		
Unencumbered Cash - Beginning	-	**217**		
Prior Year Cancelled Encumbrances	459	**-**		
Unencumbered Cash - Ending	$ 217	**217**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 104,292	**-**	-	-
Other Local Sources				
Operating Transfers	2,436,385	**2,937,213**	2,898,547	38,666
Total Receipts	2,540,677	**2,937,213**	2,898,547	38,666
Expenditures				
Instruction	1,539,553	**2,449,912**	1,989,323	460,589
Student Support Services	813,526	**583,725**	1,093,484	(509,759)
Instructional Support Staff	-	**17,247**	42,500	(25,253)
School Administration	1,596	**2,863**	1,400	1,463
Operations and Maintenance	-	**-**	700	(700)
Total Expenditures	2,354,675	**3,053,747**	3,127,407	(73,660)
Receipts Over (Under) Expenditures	186,002	**(116,534)**		
Unencumbered Cash - Beginning	207	**186,209**		
Unencumbered Cash - Ending	$ 186,209	**69,675**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Bilingual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Other Local Sources				
Operating Transfers	$ 299,003	**269,083**	314,343	(45,260)
Expenditures				
Instruction	299,003	**269,083**	314,343	(45,260)
Receipts Over (Under) Expenditures	-	**-**		
Unencumbered Cash - Beginning	-	**-**		
Unencumbered Cash - Ending	$ -	**-**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Virtual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Other Local Sources				
Operating Transfers	$ 165,940	**164,165**	145,287	18,878
Expenditures				
Instruction	165,940	**66,113**	65,732	381
School Administration	-	**79,174**	79,555	(381)
Total Expenditures	165,940	**145,287**	145,287	-
Receipts Over (Under) Expenditures	-	**18,878**		
Unencumbered Cash - Beginning	-	**-**		
Unencumbered Cash - Ending	$ -	**18,878**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Taxes	$ 2,917,774	**2,969,928**	2,689,350	280,578
Intergovernmental Revenues				
Federal Aid	-	**464,000**	-	464,000
State Aid	103,076	**239,305**	241,398	(2,093)
Other Local Sources				
Interest on Idle Funds	5,428	**1,667**	5,000	(3,333)
Sale of Assets	499,952	**-**	-	-
SDAC	53,764	**96,409**	-	96,409
Miscellaneous Income	169,995	**227,847**	140,000	87,847
Total Receipts	3,749,989	**3,999,156**	3,075,748	923,408
Expenditures				
Instruction	612,023	**328,410**	1,067,388	(738,978)
Instructional Support Services	-	**6,025**	63,000	(56,975)
General Administration	-	**132,925**	-	132,925
School Administration	-	**-**	50,000	(50,000)
Central Services	36,247	**1,161,157**	2,475	1,158,682
Operations and Maintenance	801,337	**589,456**	2,160,482	(1,571,026)
Transportation	265,800	**30,274**	315,000	(284,726)
Other Support Services	103,750	**-**	500,000	(500,000)
Facility Acquisition and Construction	1,695,107	**1,358,041**	1,273,317	84,724
Debt Service	-	**26,354**	-	26,354
Total Expenditures	3,514,264	**3,632,642**	5,431,662	(1,799,020)
Receipts Over (Under) Expenditures	235,725	**366,514**		
Unencumbered Cash - Beginning	2,774,117	**3,009,842**		
Prior Year Cancelled Encumbrances	-	**59,673**		
Unencumbered Cash - Ending	$ 3,009,842	**3,436,029**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 21,522	**25,254**	27,000	(1,746)
Other Local Sources				
Fees	50,721	**52,036**	50,721	1,315
Total Receipts	72,243	**77,290**	77,721	(431)
Expenditures				
Instruction	65,935	**96,071**	90,625	5,446
Vehicle Operations	-	**-**	15,000	(15,000)
Total Expenditures	65,935	**96,071**	105,625	(9,554)
Receipts Over (Under) Expenditures	6,308	**(18,781)**		
Unencumbered Cash - Beginning	97,766	**104,074**		
Unencumbered Cash - Ending	$ 104,074	**85,293**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Declining Enrollment Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts	$ -	**-**	-	-
Expenditures				
Operating Transfers	98,628	**-**	-	-
Receipts Over (Under) Expenditures	(98,628)	**-**		
Unencumbered Cash - Beginning	98,628	**-**		
Unencumbered Cash - Ending	$ -	**-**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Extraordinary School Program Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Other Local Sources				
Tuition Fees	$ 175,672	**193,208**	200,000	(6,792)
FHSU Workstudy	12,221	**22,536**	17,500	5,036
Operating Transfers	35,000	**35,000**	35,000	-
Total Receipts	222,893	**250,744**	252,500	(1,756)
Expenditures				
Instruction	78,343	**82,323**	118,598	(36,275)
Student Support Services	157,890	**122,389**	238,401	(116,012)
Instructional Support Services	-	**575**	-	575
Total Expenditures	236,233	**205,287**	356,999	(151,712)
Receipts Over (Under) Expenditures	(13,340)	**45,457**		
Unencumbered Cash - Beginning	117,840	**104,500**		
Unencumbered Cash - Ending	$ 104,500	**149,957**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 23,004	**18,247**	12,873	5,374
Federal Aid	2,103,720	**2,514,238**	1,913,579	600,659
Other Local Sources				
Food Service Receipts	193,976	**194,012**	169,217	24,795
Interest on Idle Funds	351	**366**	-	366
Miscellaneous Income	39,226	**57,296**	-	57,296
Total Receipts	2,360,277	**2,784,159**	2,095,669	688,490
Expenditures				
Operations and Maintenance	53,742	**54,391**	78,811	(24,420)
Food Service Operation	2,019,555	**2,381,021**	2,016,858	364,163
(a) Adjustment for Qualifying Budget Credit	-	**-**	600,659	(600,659)
Total Expenditures	2,073,297	**2,435,412**	2,696,328	(260,916)
Receipts Over (Under) Expenditures	286,980	**348,747**		
Unencumbered Cash - Beginning	334,965	**621,945**		
Unencumbered Cash - Ending	$ 621,945	**970,692**		

(a) Adjustment for Qualifying Budget Credit

Federal Aid Over Amount Budgeted	$ 600,659

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 9,074	**-**	-	-
Other Local Sources				
Operating Transfers	23,531	**31,000**	31,000	-
Total Receipts	32,605	**31,000**	31,000	-
Expenditures				
Instruction	14,071	**-**	-	-
Instructional Support Services	13,660	**23,616**	43,291	(19,675)
General Administration	5,365	**-**	-	-
Total Expenditures	33,096	**23,616**	43,291	(19,675)
Receipts Over (Under) Expenditures	(491)	**7,384**		
Unencumbered Cash - Beginning	7,840	**7,349**		
Unencumbered Cash - Ending	$ 7,349	**14,733**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Parent Education Program Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 72,146	**72,010**	72,010	-
Other Local Sources				
Payment From Other School District	12,527	**486**	9,843	(9,357)
Operating Transfers	31,316	**31,316**	31,316	-
KPAT	4,940	**3,273**	7,691	(4,418)
Total Receipts	120,929	**107,085**	120,860	(13,775)
Expenditures				
Instruction	13,544	**3,918**	-	3,918
Student Support Services	104,396	**91,709**	138,677	(46,968)
Instructional Support Services	2,173	**381**	150	231
School Administration	3	**20,830**	-	20,830
Operations and Maintenance	1,578	**2,043**	-	2,043
Other Support Services	-	**-**	521	(521)
Total Expenditures	121,694	**118,881**	139,348	(20,467)
Receipts Over (Under) Expenditures	(765)	**(11,796)**		
Unencumbered Cash - Beginning	19,253	**19,750**		
Prior Year Cancelled Encumbrances	1,262	**-**		
Unencumbered Cash - Ending	$ 19,750	**7,954**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Summer School Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Other Local Sources				
Operating Transfers	$ -	**120,000**	-	120,000
Expenditures	-	**-**	-	-
Receipts Over (Under) Expenditures	-	**120,000**		
Unencumbered Cash - Beginning	-	**-**		
Unencumbered Cash - Ending	$ -	**120,000**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
Federal Aid	$ 54,624	**164,456**	212,202	(47,746)
Other Local Sources				
Operating Transfers	5,115,979	**5,372,017**	5,456,371	(84,354)
Total Receipts	5,170,603	**5,536,473**	5,668,573	(132,100)
Expenditures				
Vehicle Operating Services	116,696	**227,220**	191,000	36,220
Operating Transfers	4,967,369	**5,198,652**	5,480,173	(281,521)
Total Expenditures	5,084,065	**5,425,872**	5,671,173	(245,301)
Receipts Over (Under) Expenditures	86,538	**110,601**		
Unencumbered Cash - Beginning	329,351	**415,889**		
Unencumbered Cash - Ending	$ 415,889	**526,490**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
Federal Aid	$ 26,882	**27,843**	27,843	-
Other Local Sources				
Operating Transfers	613,910	**646,461**	642,826	3,635
Total Receipts	640,792	**674,304**	670,669	3,635
Expenditures				
Instruction	640,792	**650,084**	670,669	(20,585)
Receipts Over (Under) Expenditures	-	**24,220**		
Unencumbered Cash - Beginning	-	**-**		
Unencumbered Cash - Ending	$ -	**24,220**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Miscellaneous Mini Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 447,605	**470,690**	40,000	430,690
State Aid - Checkoff	-	**240**	-	240
Federal Aid - CRF	183,471	**-**	-	-
Other Local Sources				
Donations	65,000	**-**	50,000	(50,000)
Reimbursements	5,434	**-**	-	-
Public Grants	42,242	**29,162**	455,885	(426,723)
Total Receipts	743,752	**500,092**	545,885	(45,793)
Expenditures				
Instruction	397,685	**376,175**	364,903	11,272
Student Support Services	-	**40,762**	42,200	(1,438)
Instructional Support Services	34,724	**20,218**	36,270	(16,052)
School Administration	-	**18,041**	338,717	(320,676)
Operations and Maintenance	46,866	**9,951**	10,392	(441)
CRF	170,300	**-**	-	-
Operating Transfers	-	**105,962**	-	105,962
Total Expenditures	649,575	**571,109**	792,482	(221,373)
Receipts Over (Under) Expenditures	94,177	**(71,017)**		
Unencumbered Cash - Beginning	(20,051)	**75,178**		
Prior Year Cancelled Encumbrances	1,052	**-**		
Unencumbered Cash - Ending	$ 75,178	**4,161**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 3,302,645	**3,574,440**	3,996,201	(421,761)
Expenditures				
Instruction	2,212,774	**2,394,875**	2,500,000	(105,125)
Student Support Services	165,132	**178,722**	205,000	(26,278)
Instructional Support Services	165,132	**178,722**	205,000	(26,278)
General Administration	132,106	**142,978**	170,000	(27,022)
School Administration	231,185	**250,211**	200,000	50,211
Central Services	33,026	**35,744**	75,000	(39,256)
Operations and Maintenance	165,132	**178,722**	275,000	(96,278)
Student Transportation Services	99,079	**107,233**	130,000	(22,767)
Food Service Operation	99,079	**107,233**	236,201	(128,968)
Total Expenditures	3,302,645	**3,574,440**	3,996,201	(421,761)
Receipts Over (Under) Expenditures	-	**-**		
Unencumbered Cash - Beginning	-	**-**		
Unencumbered Cash - Ending	$ -	**-**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Coop Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Intergovernmental Revenues				
State Aid	$ 4,326	**1,156**	-	1,156
Federal Aid	1,000,084	**1,307,486**	1,485,447	(177,961)
Medicaid - State Funded	334,727	**310,528**	232,000	78,528
Other Local Sources				
Out of District Tuition	879,287	**771,859**	-	771,859
Reimbursed Equalization Aid	893,866	**902,650**	-	902,650
Interest on Idle Funds	1,069	**1,061**	5,000	(3,939)
Miscellaneous Income	-	**20,306**	34,343	(14,037)
Operating Transfers	5,008,923	**5,198,652**	6,547,997	(1,349,345)
Total Receipts	8,122,282	**8,513,698**	8,304,787	208,911
Expenditures				
Instruction	5,945,480	**6,087,381**	6,732,598	(645,217)
Student Support Services	1,540,415	**1,614,387**	1,710,586	(96,199)
Instructional Support Staff	38,872	**35,955**	50,550	(14,595)
Special Area Administration Services	259,801	**404,046**	433,395	(29,349)
School Administration	20,695	**100,642**	25,120	75,522
Operations and Maintenance	4,131	**-**	-	-
Central Services	98,953	**14,500**	98,820	(84,320)
Transportation	-	**-**	1,750	(1,750)
Total Expenditures	7,908,347	**8,256,911**	9,052,819	(795,908)
Receipts Over (Under) Expenditures	213,935	**256,787**		
Unencumbered Cash - Beginning	1,334,144	**1,548,079**		
Unencumbered Cash - Ending	$ 1,548,079	**1,804,866**		

Schedule 2-20

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Contingency Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Prior Year Actual	**Current Year Actual**
Receipts	$	-	**-**
Expenditures			
Operations and Maintenance		65,662	**-**
Receipts Over (Under) Expenditures		(65,662)	**-**
Unencumbered Cash - Beginning		1,263,449	**1,197,787**
Prior Year Cancelled Encumbrances		-	**43,962**
Unencumbered Cash - Ending	$	1,197,787	**1,241,749**

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Textbooks and Materials Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Prior Year Actual	**Current Year Actual**
Receipts			
Intergovernmental Revenues			
Federal Aid	$	-	**480**
Other Local Sources			
Operating Transfers		300,000	**226,311**
Textbook and Material Fees		325,967	**298,813**
Total Receipts		625,967	**525,604**
Expenditures			
Instruction		408,820	**416,457**
Student Support Services		6,322	**22,209**
Instructional Support Services		20,025	**19,886**
School Administration		3,062	**191,673**
Total Expenditures		438,229	**650,225**
Receipts Over (Under) Expenditures		187,738	**(124,621)**
Unencumbered Cash - Beginning		528,649	**718,516**
Prior Year Cancelled Encumbrances		2,129	**-**
Unencumbered Cash - Ending	$	718,516	**593,895**

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Federal Funds Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Prior Year Actual	**Current Year Actual**
Receipts			
Intergovernmental Revenues			
Federal Aid - Title II A Teacher Quality	$	94,030	**91,599**
Federal Aid - ESSER I		363,088	**-**
Federal Aid - ESSER II		-	**933,596**
Federal Aid - CARES		187,454	**-**
Federal Aid - KDHE Testing		-	**368,933**
Federal Aid - Title III English Language		11,499	**13,304**
Federal Aid - Title I		427,776	**536,499**
Federal Aid - Title I Migrant		59,250	**49,700**
Federal Aid - Title I Carryover		86,232	**-**
Federal Aid - Head Start		1,516,527	**1,569,128**
Federal Aid - Early Head Start		1,291,207	**452,260**
Federal Aid - ECC Building		114,567	**-**
State Aid - Early Head Start		43,128	**781,138**
Reimbursements		-	**72,022**
Total Receipts		4,194,758	**4,868,179**
Expenditures			
Instruction		4,091,583	**3,446,383**
Student Support Services		25,111	**214,205**
Instructional Support Services		-	**374,489**
General Administration		10,287	**8,711**
School Administration		129,502	**280,271**
Central Services		-	**3,443**
Operations and Maintenance		196,540	**478,392**
Student Transportation Services		1,825	**45,112**
Food Service		-	**22,404**
Building Improvements		-	**3,142,933**
Total Expenditures		4,454,848	**8,016,343**
Receipts Over (Under) Expenditures		(260,090)	**(3,148,164)**
Unencumbered Cash - Beginning		(391,799)	**(635,171)**
Prior Year Cancelled Encumbrances		16,718	**1,941**
Unencumbered Cash - Ending	$	(635,171)	**(3,781,394)**

Schedule 2-23

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Taxes	$ 1,090,685	**1,111,068**	1,039,460	71,608
Expenditures				
Community Service Operations	1,008,870	**1,106,060**	1,106,060	-
Receipts Over (Under) Expenditures	81,815	**5,008**		
Unencumbered Cash - Beginning	-	**81,815**		
Unencumbered Cash - Ending	$ 81,815	**86,823**		

Schedule 2-24

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Recreation Commission Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Taxes	$ 262,426	**180,381**	212,960	(32,579)
Expenditures				
Community Service Operations	477,874	**180,381**	212,750	(32,369)
Receipts Over (Under) Expenditures	(215,448)	**-**		
Unencumbered Cash - Beginning	215,448	**-**		
Unencumbered Cash - Ending	$ -	**-**		

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
District Building Improvements Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2022
(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

		Prior Year Actual	**Current Year Actual**
Receipts			
Other Local Sources			
Bond Proceeds	$	-	**2,000,000**
Original Issue Premium		-	**2,880**
Total Receipts		-	**2,002,880**
Expenditures			
Facility Acquisition and Construction		-	**1,008,915**
Underwriter's Discount		-	**15,000**
Total Expenditures		-	**1,023,915**
Receipts Over (Under) Expenditures		-	**978,965**
Unencumbered Cash - Beginning		-	**-**
Unencumbered Cash - Ending	$	-	**978,965**

Schedule 3

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Cash Balance	Receipts	Disbursements	**Ending Cash Balance**
High School				
Class of 2021	$ 8,847	-	-	**8,847**
Class of 2022	7,173	3,101	3,075	**7,199**
Class of 2023	6,121	3,591	6,879	**2,833**
Class of 2024	3,167	3,880	1,047	**6,000**
Class of 2025	-	3,982	729	**3,253**
Project Graduation	9,807	19,044	20,671	**8,180**
DECA	5,901	7,652	8,228	**5,325**
Concessions	196	18,306	17,233	**1,269**
FFA	19,490	37,326	41,007	**15,809**
National Honor Society	2,627	2,934	1,913	**3,648**
Spanish	434	-	-	**434**
STUCO	2,068	7,019	8,485	**602**
Leadership Team	1,072	-	224	**848**
Helping Hands	8,197	10,339	10,248	**8,288**
Tribe Anglers Club	270	-	-	**270**
Knitting Club	261	200	-	**461**
Chess Club	41	645	381	**305**
Guitar Club	-	534	526	**8**
Total High School	75,672	118,553	120,646	**73,579**
Hays Middle School				
6th Grade	2,252	527	279	**2,500**
7th Grade	2,253	499	252	**2,500**
8th Grade	2,256	2,040	1,796	**2,500**
Concessions	5,000	11,217	13,847	**2,370**
Cheerleader	318	201	305	**214**
STUCO	2,430	5,673	5,117	**2,986**
Tech Team	686	-	-	**686**
Leadership Team	2,500	-	-	**2,500**
Total Hays Middle School	17,695	20,157	21,596	**16,256**
Total Student Organization Funds	$ 93,367	138,710	142,242	**89,835**

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
Gate Receipts							
High School							
Athletics	$ 97,727	-	296,879	280,593	**114,013**	-	**114,013**
Musical	10,260	-	11,960	16,157	**6,063**	-	**6,063**
Total High School	107,987	-	308,839	296,750	**120,076**	-	**120,076**
Hays Middle School							
Athletics	11,151	-	90,789	67,617	**34,323**	-	**34,323**
Total Gate Receipts	119,138	-	399,628	364,367	**154,399**	-	**154,399**
School Projects							
High School							
Band	5,687	-	6,100	8,194	**3,593**	-	**3,593**
Chamber Singers	11,996	-	54,383	65,414	**965**	-	**965**
Publications/Journalism	27,926	-	30,354	29,910	**28,370**	-	**28,370**
HHS Vocal	11,177	-	4,246	7,167	**8,256**	-	**8,256**
Orchestra	7,307	-	9,008	10,510	**5,805**	-	**5,805**
Hays City Shootout	7,006	-	18,038	21,811	**3,233**	-	**3,233**
Drama	2,027	-	2,195	1,978	**2,244**	-	**2,244**
Dance Student ID Fee	785	-	205	-	**990**	-	**990**
Debate/Forensics	1,369	-	-	14	**1,355**	-	**1,355**
Hays High Industrial Tech Association	5,650	-	10,542	9,483	**6,709**	-	**6,709**
Welding Metals Tech	1,533	-	958	1,595	**896**	-	**896**
Video Tech	2,672	-	515	160	**3,027**	-	**3,027**
Special Woods	783	-	12,389	13,172	**-**	6,323	**6,323**
Project Management	429	-	1,156	648	**937**	-	**937**
Stitch N'Design	345	-	-	345	**-**	-	**-**
Sales Tax	-	-	15,635	15,624	**11**	-	**11**
Athletic Equipment	5,020	-	5,009	5,029	**5,000**	-	**5,000**
Athletic Supplies	5,063	-	5,231	5,148	**5,146**	-	**5,146**
Athletic Officials	5,011	-	5,000	5,011	**5,000**	-	**5,000**
SO Project Utility	120	-	4,629	4,009	**740**	-	**740**
Business Club	164	-	250	-	**414**	-	**414**
Foreign Language National Honor Society	246	-	305	246	**305**	-	**305**
Scholars Bowl	249	-	720	734	**235**	-	**235**
Jag-K	28	-	-	-	**28**	-	**28**
Direct Rewards	5,018	-	-	-	**5,018**	-	**5,018**

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
High School (continued)							
SPED	$ 1,121	-	-	-	**1,121**	-	**1,121**
Migrant	500	-	-	-	**500**	-	**500**
Science Lab Books	1,233	-	189	188	**1,234**	-	**1,234**
Newspaper	5,690	-	825	278	**6,237**	-	**6,237**
Art	1,381	-	429	-	**1,810**	-	**1,810**
Library	224	-	10	4	**230**	-	**230**
School Improvements	15,061	-	21,845	7,438	**29,468**	-	**29,468**
Guidance Office	399	-	3,874	4,055	**218**	-	**218**
Transition Program	546	-	-	-	**546**	-	**546**
SAFE Program	2,712	-	1,822	4,084	**450**	-	**450**
Hays High School Pantry	10,211	-	11,385	10,880	**10,716**	-	**10,716**
Grants/Mini Grants	1,027	-	-	-	**1,027**	-	**1,027**
Enroll Activity Fee	2,994	-	42,533	9,411	**36,116**	-	**36,116**
Dillions Community Rewards	20,117	-	19,202	13,329	**25,990**	-	**25,990**
Concurrent Credit	12,568	-	8,611	1,927	**19,252**	-	**19,252**
Red Cross Club	40	-	-	-	**40**	-	**40**
Quil and Scroll	40	-	340	321	**59**	-	**59**
Trap Club	6,804	-	1,671	6,470	**2,005**	-	**2,005**
Total High School	190,279	-	299,604	264,587	**225,296**	6,323	**231,619**
Hays Middle School							
Band	3,772	-	1,922	2,573	**3,121**	-	**3,121**
Vocal	90	-	255	139	**206**	-	**206**
Boys Choir	3,157	-	-	75	**3,082**	-	**3,082**
Orchestra	4,288	-	5,699	6,841	**3,146**	-	**3,146**
Yearbook	2,371	-	11,175	7,253	**6,293**	-	**6,293**
Quiz/Scholar Bowl	354	-	762	1,075	**41**	-	**41**
Teacher Classroom	15,109	-	5,871	6,081	**14,899**	-	**14,899**
Library	3,352	-	2,455	1,106	**4,701**	-	**4,701**
Grants	279	-	-	-	**279**	-	**279**
Special Project - Improvements	7,815	-	58,449	52,258	**14,006**	10,166	**24,172**
Total Hays Middle School	40,587	-	86,588	77,401	**49,774**	10,166	**59,940**
Wilson Grade School							
School Improvement	1,301	-	7,639	6,657	**2,283**	498	**2,781**
Teacher Classroom	13,088	-	31,257	31,813	**12,532**	-	**12,532**
Field Trips/Projects	1,401	-	2,211	3,146	**466**	-	**466**
Yearbook	46	-	12	27	**31**	-	**31**
Library	446	-	412	219	**639**	-	**639**
Boxtops/Campbell's Labels	2,810	-	-	2,257	**553**	-	**553**
Total Wilson Grade School	$ 19,092	-	41,531	44,119	**16,504**	498	**17,002**

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
Lincoln Grade School							
School Improvement	$ 14,150	-	4,468	928	**17,690**	-	**17,690**
Teacher Classroom	8,799	-	7,942	8,835	**7,906**	-	**7,906**
Pictures	1,126	-	-	-	**1,126**	-	**1,126**
Special Projects	5,791	-	11	-	**5,802**	-	**5,802**
Grants	2,764	-	-	-	**2,764**	-	**2,764**
Total Lincoln Grade School	32,630	-	12,421	9,763	**35,288**	-	**35,288**
O'Loughlin Grade School							
Teacher Classroom	6,356	-	19,153	20,854	**4,655**	-	**4,655**
Ambassador	948	-	2,109	1,879	**1,178**	-	**1,178**
Boxtops/School Pictures	1,239	-	546	1,072	**713**	-	**713**
School Improvement	110	-	639	-	**749**	-	**749**
Total O'Loughlin Grade School	8,653	-	22,447	23,805	**7,295**	-	**7,295**
Roosevelt Grade School							
Library	1,160	-	136	101	**1,195**	101	**1,296**
School Improvement	1,097	-	935	1,130	**902**	-	**902**
Teacher Classroom	3,175	-	15,092	16,332	**1,935**	-	**1,935**
Special Projects	306	-	968	984	**290**	-	**290**
Total Roosevelt Grade School	5,738	-	17,131	18,547	**4,322**	101	**4,423**
Total School Projects	296,979	-	479,722	438,222	**338,479**	17,088	**355,567**
District Account							
Payroll Clearing Account	-	-	425,118	154,871	**270,247**	-	**270,247**
Total District Activity Funds	$ 416,117	-	1,304,468	957,460	**763,125**	17,088	**780,213**

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS

Single Audit Information

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Education
Unified School District No. 489 Hays, Kansas
Hays, Kansas

We have audited, in accordance with the 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, the financial statement of **Unified School District No. 489 Hays, Kansas**, as of and for the year ended June 30, 2022, and the related notes to the financial statement, and have issued our report thereon dated January 23, 2023. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Unified School District No. 489 Hays, Kansas'** internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 489 Hays, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 489 Hays, Kansas'** 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 statements 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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Unified School District No. 489 Hays, Kansas'** financial statement is free from material misstatement, we performed tests of its compliance with certain

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Education
Unified School District No. 489 Hays, Kansas
Hays, Kansas

We have audited, in accordance with the 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, the financial statement of **Unified School District No. 489 Hays, Kansas**, as of and for the year ended June 30, 2022, and the related notes to the financial statement, and have issued our report thereon dated January 23, 2023. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Unified School District No. 489 Hays, Kansas'** 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*.

Unified School District No. 489 Hays, Kansas' Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on **Unified School District No. 489 Hays, Kansas'** response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. **Unified School District No. 489 Hays, Kansas'** response was not subjected to the other auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on the response.

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.

AdamsBrown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

January 23, 2023

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education
Unified School District No. 489 Hays, Kansas
Hays, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited **Unified School District No. 489 Hays, Kansas'** compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of **Unified School District No. 489 Hays, Kansas**' major federal programs for the year ended June 30, 2022. **Unified School District No. 489 Hays, Kansas**' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, **Unified School District No. 489 Hays, Kansas** 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, 2022.

Basis for Opinion on Each Major Federal Program

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* Part 200, *Uniform Administrative Requirements*, *Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **Unified School District No. 489 Hays, Kansas** and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of **Unified School District No. 489 Hays, Kansas'** compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to **Unified School District No. 489 Hays, Kansas'** federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on **Unified School District No. 489 Hays, Kansas'** compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **Unified School District No. 489 Hays, Kansas'** compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding **Unified School District No. 489 Hays, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of **Unified School District No. 489 Hays, Kansas'** internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 489 Hays, Kansas'** internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control* over compliance exists when the design or operation of a control over compliance 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 a 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 Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal

control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

January 23, 2023

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

Federal Grantor/ Pass-through Grantor/ Program Title	Federal Assistance Number	Agency or Pass-through Number	Total Federal Expenditures
U.S. Department of Agriculture			
Passed through Kansas Department of Education			
Child and Adult Care Food Program (CACFP)	10.558	D0489	$ 117,954
COVID-19 Funding			
Child and Adult Care Food Program (CACFP)	10.558	D0489	12,375
COVID-19 Funding			
State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grants	10.649	D0489	3,063
Child Nutrition Cluster			
Summer Food Service Program (SFSP)	10.559	D0489	294,763
National School Lunch Program (NSLP)	10.555	D0489	1,806,725
School Breakfast Program (SBP)	10.553	D0489	279,359
Total U.S. Department of Agriculture			2,514,239
U.S. Federal Communications Commission			
Direct Award			
COVID-19 Funding			
Emergency Connectivity Fund Program	32.009	N/A	464,000
U.S. Department of Health and human Services			
Passed Through Kansas Department of Education			
Cooperative Agreements to Promote Adolescent Health through School-Based HIV/STD Prevention and School-Based Surveillance	93.079	D0489	747
COVID-19 Funding			
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	D0489	425,195
Direct Award			
Head Start Cluster			
Head Start	93.600	N/A	2,174,568
Passed Through Kansas Department of Children and Families			
Temporary Assistance for Needy Families (TANF)	93.558	N/A	380,744
CCDF Cluster			
Child Care and Development Block Grant	93.575	N/A	340,267
Total U.S. Department of Health and Human Services			3,321,521
U.S. Department of Education			
Passed Through Kansas Department of Education			
English Language Acquisition State Grants	84.365	D0489	13,304
Supporting Effective Instruction State Grants	84.367	D0489	107,735
Student Support and Academic Enrichment Program	84.424	D0489	33,201
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA)	84.010	D0489	516,320
Career and Technical Education - Basic Grants to States (Perkins V)	84.048	D0489	29,287
Migrant Education - State Grant Program (Title I, Part C of ESEA)	84.011	D0489	50,982
Special Education Cluster (IDEA)			
Special Education - Grants to States (IDEA, Part B)	84.027	D0489	1,259,124
Special Education - Preschool Grants (IDEA Preschool)	84.173	D0489	48,362
COVID-19 Funding			
Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund	84.425D	D0489	3,241,650
Total U.S. Department of Health and Human Services			5,299,965
Total Expenditures of Federal Awards			**$ 11,599,725**

Note: There were no awards made to subrecipients for the 2021-2022 Fiscal Year.

See accompanying notes to schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2022

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Unified School District No. 489 Hays, Kansas**, and is presented on the basis of accounting that demonstrates compliance with the regulatory basis of accounting of the State of Kansas, which is a comprehensive basis of accounting other than generally accepted accounting principles. The information in this schedule is presented 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* (Uniform Guidance).

NOTE 2 – INDIRECT COST RATE

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

NOTE 3 – OTHER EXPENDITURES

The District received federal awards in the form of noncash assistance valued at $108,675 from the Kansas Department of Education for the year ended June 30, 2022.

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditors' report issued on whether the financial statements were prepared in accordance with a special purpose framework that is not in compliance with GAAP. Unmodified

Internal control over financial reporting:

- Material weakness identified? X Yes ____ No
- Significant deficiency identified? ____ Yes X None reported
- Noncompliance material to financial statements noted? ____ Yes X No

FEDERAL AWARDS

Internal control over major programs:

- Material weakness identified? ____ Yes X No
- Significant deficiency identified? ____ Yes X None reported

Type of auditors' report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance? ____ Yes X No

Identification of major programs:

Assistance Listing Number	Name of Federal Program
84.425D	Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund
	Child Nutrition Cluster
10.555	National School Lunch Program (NSLP)
10.559	Summer Food Service Program (SFSP)
10.553	School Breakfast Program (SBP)

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

Auditee qualified as low-risk auditee? ____ Yes X No

UNIFIED SCHOOL DISTRICT NO. 489 HAYS, KANSAS
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS

2022-001

Criteria or specific requirement
Internal controls should be in place to ensure that all encumbrances are recorded on the District's books.

Condition
Material encumbrances were not recorded on the books at year-end.

Context
We determined, through a search for unrecorded liabilities, that there was a failure to properly record all encumbrances.

Cause
Personnel did not recognize the approval of multiple technology purchases as encumbrances.

Effect
Management may not be aware of accurate expenditures for the year, which could result in budget violations.

Recommendation
Procedures should be established and implemented where the District employees review Board approvals to ensure they are accurately recorded as encumbrances at year-end.

Views of responsible officials
See Corrective Action Plan.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No material findings or questioned costs are required to be disclosed under the Uniform Guidance.

Growing Together USD 489

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Unified School District 489
323 West 12th Street
Hays, Kansas 67601-3893
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FAX (785) 623-2409
www.usd489.com

Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2022

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters noted for the year ended June 30, 2021.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

SIGNIFICANT DEFICIENCY

2021-001

Federal program
Child Nutrition Cluster

Condition
During our fieldwork, we identified that the District submitted inaccurate meal counts for reimbursement. Internal controls were not in place to ensure that accurate meal counts are submitted.

Status
Corrected

An Equal Opportunity Employer