



Certified Public Accountants

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS

FINANCIAL STATEMENT
YEAR ENDED JUNE 30, 2020

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
Year Ended June 30, 2020

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* Not required to be budgeted



INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 449
Easton, Kansas

Report on the Financial Statement

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 449, Easton, Kansas (the District), as of and for the year ended June 30, 2020 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note I; 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

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

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

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

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

Other Matter

The 2019 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (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.

The District's basic financial statement for the year ended June 30, 2019 was audited by other auditors whose report dated November 1, 2019 expressed an unmodified opinion on the basic financial statement. The 2019 basic financial statement and the other auditor's report 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 report of the other auditors dated November 1, 2019 stated that the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2019 was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America and in their opinion was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2019, on the basis of accounting described in Note 1.

BT&Co, P.A.

Topeka, Kansas
April 9, 2021

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended June 30, 2020

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	\$ -	\$ -	\$ 5,599,582	\$ 5,599,582	\$ -	\$ 327,626	\$ 327,626
Supplemental general	62,413	-	1,704,032	1,703,766	62,679	88,756	151,435
Special purpose funds:							
Federal funds	(61)	-	65,717	65,687	(31)	5,531	5,500
At risk 4 year-old	-	-	83,164	26,872	56,292	2,929	59,221
At risk (K-12)	392,110	-	429,015	349,017	472,108	34,914	507,022
Capital outlay	1,424,245	-	651,782	257,121	1,818,906	21,970	1,840,876
Drivers education	17,069	-	3,640	-	20,709	-	20,709
Food service	49,247	-	336,432	317,504	68,175	12,268	80,443
Professional development	31,272	-	57,000	26,651	61,621	34	61,655
Special education	400,498	-	1,438,312	1,278,371	560,439	8,016	568,455
Career and postsecondary education	294,241	-	225,569	217,197	302,613	30,035	332,648
KPERs contribution	-	-	602,447	602,447	-	-	-
Textbook rental	235,153	-	229,688	100,872	363,969	85,495	449,464
Contingency reserve	455,877	-	-	-	455,877	-	455,877
Grant funds	7,180	-	27,320	26,686	7,814	-	7,814
Gate receipts	28,750	-	30,100	23,503	35,347	-	35,347
School projects	28,529	-	25,010	19,130	34,409	-	34,409
SRSA grant fund	-	-	39,771	41,323	(1,552)	41,323	39,771
Capital project fund:							
Bond construction	168	-	-	168	-	-	-
Bond and interest fund:							
Bond and interest	944,746	-	731,895	587,535	1,089,106	-	1,089,106
Trust fund:							
Memorial	16,387	-	200	1,300	15,287	-	15,287
Total reporting entity (excluding agency funds)	<u>\$ 4,387,824</u>	<u>\$ -</u>	<u>\$ 12,280,676</u>	<u>\$ 11,244,732</u>	<u>\$ 5,423,768</u>	<u>\$ 658,897</u>	<u>\$ 6,082,665</u>

Composition of cash:

Checking	\$ 430,546
Checking - activity accounts	144,160
Petty cash	1,325
Kansas Municipal Investment Pool	5,566,284
Savings and CDs	14,754
Total cash	<u>6,157,069</u>
Less agency funds	<u>(74,404)</u>
Total reporting entity (excluding agency funds)	<u>\$ 6,082,665</u>

See accompanying notes to the financial statement.

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
NOTES TO THE FINANCIAL STATEMENT
Year Ended June 30, 2020

1 - Municipal Financial Reporting Entity

Unified School District No. 449, Easton, Kansas (the District), is a municipal corporation governed by an elected seven-member board. This financial statement presents all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

2 - Summary of Significant Accounting Policies

Fund Descriptions

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

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

General fund and supplemental general fund - used to account for all resources except those required to be accounted for in another fund.

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

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

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

Trust funds - funds used to report assets held in trust for the benefit of the municipal financial reporting entity.

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

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
NOTES TO THE FINANCIAL STATEMENT
(Continued)

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

The Kansas Municipal Audit and Accounting Guide (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 accounting principles generally accepted in the United States of America and allowing the District to use the regulatory basis of accounting.

Budget and Tax Cycle

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

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

The statutes allow for the District to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The District had no budget amendments for the year ended June 30, 2020.

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.

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
NOTES TO THE FINANCIAL STATEMENT
(Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by documents 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 capital project funds, agency funds, trust funds, and the following special purpose funds:

Textbook rental fund	SRSA grant funds
Contingency reserve fund	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 District.

All budgets must be filed with the County Clerk by August 25th. The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the County Clerk certifies the tax roll to the County Treasurer, who prepares tax statements and receives payment.

These taxes become a lien against all property on November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 12% per annum. This interest is retained by the County.

Taxes levied to finance the budget are made available to the District after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase.

Annual Personal and Sick Leave Benefits

Under the terms of the District's personnel policy, District employees are granted annual personal and sick leave in varying amounts depending on whether the employee is hourly or contracted.

UNIFIED SCHOOL DISTRICT NO. 449
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NOTES TO THE FINANCIAL STATEMENT
(Continued)

Reimbursed Expenses

Certain expenditures are classified as reimbursed expenses. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934. The following expenditures are classified as reimbursed expenses for the year ended June 30, 2020.

General fund	\$	45,154
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Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statement schedules meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee,
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Use of Estimates

The preparation of the financial statement in compliance with the regulatory basis requires management to make estimates and assumptions that affect the reported amounts of encumbrances at the date of the financial statement and the reported amounts of expenditures during the reporting period. Actual results could differ from those estimates.

3 - Deposits and Investments

As of June 30, 2020, the District had the following investments with maturities less than one year:

Investment Type	Fair Value	Investment Maturity Less Than 1 Year	Rating
Kansas Municipal Investment Pool	\$ 5,566,284	\$ 5,566,284	Not rated
Savings accounts	8,656	8,656	N/A
Certificates of deposit	6,098	6,098	N/A
	\$ 5,581,038	\$ 5,581,038	

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 bank to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

UNIFIED SCHOOL DISTRICT NO. 449
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NOTES TO THE FINANCIAL STATEMENT
(Continued)

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

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

Investments	Percentage of Investments
Kansas Municipal Investment Pool	99.7%
Savings accounts	0.2%
Certificates of deposit	0.1%
	100.0%

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

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

At June 30, 2020, the District had invested \$5,566,284 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4 - In-Substance Receipts in Transit

The District received \$ 283,657 subsequent to June 30, 2020 and as required by K.S.A. 72- 6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
NOTES TO THE FINANCIAL STATEMENT
(Continued)

5 - Long-Term Debt

In November 2019, the District issued \$ 2,520,000 in general obligation bonds for the purpose of refunding \$ 2,410,000 of the Series 2012 bonds outstanding. The bonds refunded represent all series 2012 bonds maturing in the years 2026 and thereafter. The proceeds of the bonds were placed in an irrevocable trust escrow account to provide for future debt service on the old bonds. Accordingly, the trust account's assets and liabilities for the defeased bonds are not included in the District's financial statements. The District realized an economic gain of approximately \$ 60,000 and a reduction of future debt service payments of approximately \$ 250,000 as a result of this transaction. At June 30, 2020, \$ 2,140,000 of the bonds that are considered defeased remain outstanding.

UNIFIED SCHOOL DISTRICT NO. 449
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NOTES TO THE FINANCIAL STATEMENT
(Continued)

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

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reduction/ Payments	Refunded	Balance End of Year	Interest Paid
General obligation bonds:										
Series 2010	2,0-3.20%	11/10/2010	\$ 4,645,000	09/01/2022	\$ 1,915,000	\$ -	\$ 440,000	\$ -	\$ 1,475,000	\$ 52,370
Series 2012	2.00-3.40%	06/05/2012	\$ 4,015,000	09/01/2029	4,000,000	-	-	2,410,000	1,590,000	77,343
Series 2019	2.68%	11/26/2019	\$ 2,520,000	09/01/2026	-	2,520,000	-	-	2,520,000	17,822
					<u>\$ 5,915,000</u>	<u>\$ 2,520,000</u>	<u>\$ 440,000</u>	<u>\$ 2,410,000</u>	<u>\$ 5,585,000</u>	<u>\$ 147,535</u>

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

	2021	2022	2023	2024	2025	2026 - 2030	Total
Principal:							
G.O. Bonds:							
Series 2010	\$ 470,000	\$ 490,000	\$ 515,000	\$ -	\$ -	\$ -	\$ 1,475,000
Series 2012	-	-	-	510,000	530,000	550,000	1,590,000
Series 2019	215,000	275,000	280,000	285,000	295,000	1,170,000	2,520,000
Total principal	<u>685,000</u>	<u>765,000</u>	<u>795,000</u>	<u>795,000</u>	<u>825,000</u>	<u>1,720,000</u>	<u>5,585,000</u>
Interest:							
G.O. Bonds:							
Series 2010	38,720	24,075	8,240	-	-	-	71,035
Series 2012	38,400	38,400	38,400	32,025	19,356	6,531	173,112
Series 2019	64,655	58,089	50,652	43,081	35,309	38,994	290,780
Total interest	<u>141,775</u>	<u>120,564</u>	<u>97,292</u>	<u>75,106</u>	<u>54,665</u>	<u>45,525</u>	<u>534,927</u>
Total payments	<u>\$ 826,775</u>	<u>\$ 885,564</u>	<u>\$ 892,292</u>	<u>\$ 870,106</u>	<u>\$ 879,665</u>	<u>\$ 1,765,525</u>	<u>\$ 6,119,927</u>

In July 2020, the District issued \$ 4,985,000 in general obligation bonds for the purpose of refunding \$ 1,005,000 of the series 2010 bonds outstanding, \$ 1,590,000 of the series 2012 bonds outstanding, and \$ 2,305,000 of the series 2019 bonds outstanding. The proceeds of the bonds were placed in an irrevocable trust escrow account until September 1, 2020, the first date on which the District could refund the Series 2010, 2012, and 2019 bonds. The District realized an economic gain of approximately \$ 134,000 and a reduction of future debt service payments of approximately \$ 204,000 as a result of this transaction.

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NOTES TO THE FINANCIAL STATEMENT
(Continued)

6 - Interfund Transfers

From	To	Statutory Authority	Amount
General	At Risk 4 Year-Old	K.S.A. 72-5167	\$ 19,275
General	Professional Development	K.S.A. 72-5167	21,943
General	Special Education	K.S.A. 72-5167	1,309,204
General	Textbook Rental	K.S.A. 72-5167	80,051
Supplemental general	At Risk 4 Year-Old	K.S.A. 72-6433	63,889
Supplemental general	At Risk (K-12)	K.S.A. 72-6433	422,659
Supplemental general	Food Service	K.S.A. 72-6433	17,000
Supplemental general	Professional Development	K.S.A. 72-6433	30,000
Supplemental general	Special Education	K.S.A. 72-6433	126,379
Supplemental general	Career and Postsecondary Education	K.S.A. 72-6433	205,735
Supplemental general	Textbook Rental	K.S.A. 72-6433	106,725
			<u>\$ 2,402,860</u>

7 - Other Long-Term Obligations from Operations

Operating Lease Commitments

The District entered into a sixty-three month, noncancelable operating lease for copiers and related equipment. The agreement requires total monthly payments of \$ 2,227. Lease expense related to this lease for the current year was \$ 26,724. Future minimum rental payments required under the noncancelable operating lease as of June 30, 2020, are as follows:

2021	\$ 26,724
2022	26,724
2023	26,724
2024	26,724
Total	<u>\$ 106,896</u>

8 - Defined Benefit Pension Plan

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. KPERs' financial statements are included in its Comprehensive Annual Financial Report which can be found

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on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas Avenue, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

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

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

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by \$ 194.0 million for the fiscal year ended June 30, 2019. Section 56(19) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2020. The level dollar amount was computed to be \$ 19.4 million per year.

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$ 504,210 for the year ended June 30, 2020.

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
NOTES TO THE FINANCIAL STATEMENT
(Continued)

Net Pension Liability

At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$ 5,065,386. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2019. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

9 - Other Post-Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care 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.

Compensated Absences

Employees employed for a twelve-month period are allowed 14 days of chargeable leave a year, accumulative to 75 days. Employees who accumulate over 75 days of leave at the end of each school year will be paid for one half of the accumulated leave times their hourly rate of pay for each day over 75 days.

Employees employed for a nine-month period are allowed 12 days of chargeable leave a year, accumulative to 90 days. Employees who accumulate over 90 days of leave at the end of each school year will be paid at a rate of two thirds of the one day's pay of the current base salary for each day accumulated over 75 days.

Death and Disability other Post Employment Benefits

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

UNIFIED SCHOOL DISTRICT NO. 449
EASTON, KANSAS
NOTES TO THE FINANCIAL STATEMENT
(Continued)

10 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which the District carries commercial insurance. Settled claims have not exceeded commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

11 - Statutory Compliance

The District expended monies in excess of the approved budget in the grants fund as a result of expenditure for unbudgeted grants received. The District had ending negative unencumbered cash in the federal fund and SRSA grant fund as a result of expending monies in advance of reimbursements.

12 - Risks and Uncertainties

On January 30, 2020, the World Health Organization declared the coronavirus outbreak a "Public Health Emergency of International Concern" and, on March 11, 2020, declared it to be a pandemic. Actions taken around the world to help mitigate the spread of the coronavirus include restrictions on travel, quarantines in certain areas, and forced closures for certain types of public places and businesses. The coronavirus and actions taken to mitigate the spread of it have had and are expected to continue to have an adverse impact on the economies and financial markets of many countries, including the geographical area in which the District operates. On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was enacted to, amongst other provisions, provide emergency assistance for individuals, families and businesses affected by the pandemic.

It is unknown how long the adverse conditions associated with the pandemic will last and what the complete financial effect will be to the District. Accordingly, while management cannot quantify the financial and other impacts to the District as of June 30, 2020, management believes that a material impact on the District's financial position and results of future operations is reasonably possible.

SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended June 30, 2020

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental type funds:						
General funds:						
General	\$ 5,643,479	\$ (90,051)	\$ 46,154	\$ 5,599,582	\$ 5,599,582	\$ -
Supplemental general	1,731,182	(27,416)	-	1,703,766	1,703,766	-
Special purpose funds:						
Federal funds	74,251	-	-	74,251	65,687	(8,564)
At risk 4 year-old	59,061	-	-	59,061	26,872	(32,189)
At risk (K-12)	479,187	-	-	479,187	349,017	(130,170)
Capital outlay	1,972,987	-	-	1,972,987	257,121	(1,715,866)
Drivers education	21,194	-	-	21,194	-	(21,194)
Food service	380,360	-	-	380,360	317,504	(62,856)
Professional development	31,897	-	-	31,897	26,651	(5,246)
Special education	1,418,023	-	-	1,418,023	1,278,371	(139,652)
Career and postsecondary education	306,362	-	-	306,362	217,197	(89,165)
KPERs contribution	691,472	-	-	691,472	602,447	(89,025)
Grant funds	8,180	-	-	8,180	26,686	18,506
Bond and interest fund:						
Bond and interest	608,656	-	-	608,656	587,535	(21,121)
Totals	<u>\$ 13,426,291</u>	<u>\$ (117,467)</u>	<u>\$ 46,154</u>	<u>\$ 13,354,978</u>	<u>\$ 11,058,436</u>	

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 GENERAL FUND

For the Year Ended June 30, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
State aid:				
General	\$ 4,216,521	\$ 4,569,196	\$ 4,625,954	\$ (56,758)
Special education services	920,836	984,024	1,017,525	(33,501)
Other state aid	-	1,000	-	1,000
Reimbursed expenses	7,698	45,154	-	45,154
Other revenue	165	208	-	208
Total cash receipts	5,145,220	5,599,582	\$ 5,643,479	\$ (43,897)
Expenditures, encumbrances and transfers:				
Instruction	2,532,810	2,745,916	\$ 2,767,673	\$ (21,757)
Student support services	130,724	56,041	130,724	(74,683)
Instructional support staff	172,966	162,655	192,966	(30,311)
General administration	257,236	283,543	313,613	(30,070)
School administration	465,798	466,303	535,787	(69,484)
Central services	57,364	33,274	57,363	(24,089)
Operations and maintenance	368,104	383,155	524,726	(141,571)
Student transportation services	43,940	37,422	43,941	(6,519)
Other support services	110	800	100	700
Transfers out	1,116,174	1,430,473	1,076,586	353,887
Adjustment to comply with legal max			(90,051)	90,051
Legal general fund budget	5,145,226	5,599,582	5,553,428	46,154
Adjustment for qualifying budget credits:				
Reimbursements	-	-	46,154	(46,154)
Total expenditures, encumbrances and transfers	5,145,226	5,599,582	\$ 5,599,582	\$ -
Cash receipts (under) over expenditures, encumbrances and transfers	(6)	-		
Unencumbered cash, beginning of year	6	-		
Unencumbered cash, end of year	\$ -	\$ -		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
SUPPLEMENTAL GENERAL FUND
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property - taxes in process	\$ 654,272	\$ 706,163	\$ 9,292	\$ 696,871
Delinquent	10,633	10,263	9,812	451
Motor vehicle	118,855	117,799	117,584	215
Recreational vehicle	2,164	2,420	2,132	288
State aid:				
Supplemental state aid	752,827	804,731	881,345	(76,614)
Late state payment	66,166	62,656	-	62,656
Total cash receipts	1,604,917	1,704,032	\$ 1,020,165	\$ 683,867
Expenditures, encumbrances and transfers:				
Instruction	57,599	88,278	\$ 155,000	\$ (66,722)
Student support services	581	3,574	5,000	(1,426)
Instructional support staff	12,826	11,456	35,000	(23,544)
General administration	52	11,701	50,500	(38,799)
School administration	-	5,585	-	5,585
Operations and maintenance	275,664	276,420	675,010	(398,590)
Student transportation services	344,207	334,365	723,594	(389,229)
Transfers out	949,024	972,387	87,078	885,309
Adjustment to comply with legal max			(27,416)	27,416
Total expenditures, encumbrances and transfers	1,639,953	1,703,766	\$ 1,703,766	\$ -
Cash receipts (under) over expenditures, encumbrances and transfers	(35,036)	266		
Unencumbered cash, beginning of year	97,449	62,413		
Unencumbered cash, end of year	\$ 62,413	\$ 62,679		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 FEDERAL FUNDS

For the Year Ended June 30, 2020

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
Federal aid:				
Title I	\$ 74,673	\$ 65,417	\$ 65,778	\$ (361)
Title II	10,987	300	8,473	(8,173)
Total cash receipts	85,660	65,717	\$ 74,251	\$ (8,534)
Expenditures:				
Instruction	10,987	65,687	\$ 74,251	\$ (8,564)
Student support services	74,673	-	-	-
Total expenditures	85,660	65,687	\$ 74,251	\$ (8,564)
Cash receipts over expenditures	-	30		
Unencumbered cash, beginning of year	(61)	(61)		
Unencumbered cash, end of year	\$ (61)	\$ (31)		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 AT RISK 4 YEAR-OLD FUND
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Transfers:				
Transfers in	\$ -	\$ 83,164	\$ 59,061	\$ 24,103
Expenditures and encumbrances:				
Instruction	-	26,872	\$ 59,061	\$ (32,189)
Transfers over expenditures and encumbrances	-	56,292		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ 56,292		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 AT RISK (K-12) FUND
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts and transfers:				
Revenue from other local source	\$ 7,272	\$ 6,356	\$ -	\$ 6,356
Transfers in:				
General fund	96,468	-	-	-
Supplemental general fund	372,074	422,659	87,078	335,581
Total cash receipts and transfers	475,814	429,015	\$ 87,078	\$ 341,937
Expenditures and encumbrances:				
Instruction	406,829	286,256	\$ 479,187	\$ (192,931)
Student support services	4,085	62,761	-	62,761
Total expenditures and encumbrances	410,914	349,017	\$ 479,187	\$ (130,170)
Cash receipts and transfers over expenditures and encumbrances	64,900	79,998		
Unencumbered cash, beginning of year	327,210	392,110		
Unencumbered cash, end of year	\$ 392,110	\$ 472,108		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
CAPITAL OUTLAY FUND
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property - taxes in process	\$ 321,199	\$ 350,379	\$ 338,892	\$ 11,487
Delinquent	3,040	4,131	4,907	(776)
Motor vehicle tax	36,267	40,014	42,533	(2,519)
Recreational vehicle tax	685	817	771	46
Other state aid	130,787	156,794	158,047	(1,253)
Investment income	67,059	44,665	-	44,665
Other revenue from local sources	24,053	54,982	3,592	51,390
Total cash receipts	583,090	651,782	\$ 548,742	\$ 103,040
Expenditures and encumbrances:				
Instruction	19,007	3,692	\$ 200,000	\$ (196,308)
Instructional support staff	-	-	103,592	(103,592)
General administration	26,962	-	175,000	(175,000)
Operations and maintenance	54,459	27,426	444,395	(416,969)
Student transportation services	87,364	215,516	250,000	(34,484)
Facilities acquisition and construction	25,409	10,487	800,000	(789,513)
Total expenditures and encumbrances	213,201	257,121	\$ 1,972,987	\$ (1,715,866)
Cash receipts over expenditures and encumbrances	369,889	394,661		
Unencumbered cash, beginning of year	1,054,356	1,424,245		
Unencumbered cash, end of year	\$ 1,424,245	\$ 1,818,906		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 DRIVERS EDUCATION FUND
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts				
State aid:				
Driver training	\$ 4,557	\$ 3,640	\$ -	\$ 3,640
Other revenue from local sources	4,785	-	4,125	(4,125)
Total cash receipts	9,342	3,640	\$ 4,125	\$ (485)
Expenditures:				
Instruction	11,025	-	\$ 11,365	\$ (11,365)
Vehicle operations & maintenance services	-	-	9,829	(9,829)
Student transportation services	873	-	-	-
Total expenditures	11,898	-	\$ 21,194	\$ (21,194)
Cash receipts (under) over expenditures	(2,556)	3,640		
Unencumbered cash, beginning of year	19,625	17,069		
Unencumbered cash, end of year	\$ 17,069	\$ 20,709		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOOD SERVICE FUND

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts and transfers:				
Federal aid:				
National school lunch/breakfast program	\$ 148,999	\$ 174,578	\$ 154,680	\$ 19,898
State aid:				
School food assistance	3,760	3,815	3,140	675
Charge for services	184,796	139,295	173,293	(33,998)
Miscellaneous	111	1,744	-	1,744
Transfers in:				
Supplemental general fund	-	17,000	-	17,000
 Total cash receipts and transfers	 337,666	 336,432	 \$ 331,113	 \$ 5,319
 Expenditures and encumbrances:				
Food service operations	336,805	317,504	\$ 380,360	\$ (62,856)
 Cash receipts and transfers over expenditures and encumbrances	 861	 18,928		
 Unencumbered cash, beginning of year	 48,386	 49,247		
 Unencumbered cash, end of year	 \$ 49,247	 \$ 68,175		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 PROFESSIONAL DEVELOPMENT FUND
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts and transfers:				
Inservice aid	\$ 454	\$ 2,120	\$ 625	\$ 1,495
Other revenue from local sources	-	2,937	-	2,937
Transfers in:				
General fund	3,310	21,943	-	21,943
Supplemental general fund	-	30,000	-	30,000
Total cash receipts and transfers	3,764	57,000	\$ 625	\$ 56,375
Expenditures and encumbrances:				
Instruction	3,487	22,588	\$ -	\$ 22,588
Instructional support staff	192	4,063	31,897	(27,834)
Total expenditures and encumbrances	3,679	26,651	\$ 31,897	\$ (5,246)
Cash receipts and transfers over expenditures and encumbrances	85	30,349		
Unencumbered cash, beginning of year	31,187	31,272		
Unencumbered cash, end of year	\$ 31,272	\$ 61,621		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
SPECIAL EDUCATION FUND
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts and transfers:				
Reimbursements	\$ 9,458	\$ 2,729	\$ -	\$ 2,729
Transfers in:				
General fund	920,836	1,309,204	1,017,525	291,679
Supplemental general fund	313,812	126,379	-	126,379
Total cash receipts and transfers	1,244,106	1,438,312	\$ 1,017,525	\$ 420,787
Expenditures and encumbrances:				
Instruction	1,111,694	1,147,432	\$ 1,268,322	\$ (120,890)
Student transportation services	132,412	130,939	149,701	(18,762)
Total expenditures and encumbrances	1,244,106	1,278,371	\$ 1,418,023	\$ (139,652)
Cash receipts and transfers over expenditures and encumbrances	-	159,941		
Unencumbered cash, beginning of year	400,498	400,498		
Unencumbered cash, end of year	\$ 400,498	\$ 560,439		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
CAREER AND POSTSECONDARY EDUCATION FUND
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts and transfers:				
State aid:				
CTE Transportation	\$ 6,524	\$ 14,684	\$ 8,410	\$ 6,274
Other revenue from local source	2,842	5,150	-	5,150
Other federal aid	-	-	3,710	(3,710)
Transfers in:				
Supplemental general fund	263,138	205,735	-	205,735
Total cash receipts and transfers	<u>272,504</u>	<u>225,569</u>	<u>\$ 12,120</u>	<u>\$ 213,449</u>
Expenditures and encumbrances:				
Instruction	221,063	215,551	\$ 305,862	\$ (90,311)
Student transportation services	457	1,646	500	1,146
Total expenditures and encumbrances	<u>221,520</u>	<u>217,197</u>	<u>\$ 306,362</u>	<u>\$ (89,165)</u>
Cash receipts and transfers over expenditures and encumbrances	50,984	8,372		
Unencumbered cash, beginning of year	<u>243,257</u>	<u>294,241</u>		
Unencumbered cash, end of year	<u>\$ 294,241</u>	<u>\$ 302,613</u>		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 KPERS CONTRIBUTION FUND
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
State aid:				
KPERS contributions	\$ 252,097	\$ 602,447	\$ 691,472	\$ (89,025)
Expenditures:				
Instruction	201,678	481,958	\$ 553,179	\$ (71,221)
Student support services	3,025	7,229	8,297	(1,068)
Instructional support staff	3,025	7,229	8,297	(1,068)
General administration	2,776	6,627	7,614	(987)
School administration	12,101	28,917	33,192	(4,275)
Central services	2,776	6,627	7,615	(988)
Operations and maintenance	7,563	18,074	20,744	(2,670)
Student transportation services	14,117	33,737	38,721	(4,984)
Food service operations	5,036	12,049	13,813	(1,764)
Total expenditures	252,097	602,447	\$ 691,472	\$ (89,025)
Cash receipts over expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 TEXTBOOK RENTAL FUND*
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Cash receipts and transfers:		
Charge for services	\$ 45,289	\$ 42,656
Other revenue from local source	420	119
Miscellaneous	173	137
Transfers in:		
General fund	95,560	80,051
Supplemental general fund	-	106,725
Total cash receipts and transfers	141,442	229,688
Expenditures and encumbrances:		
Instruction	61,602	100,872
Cash receipts and transfers over expenditures and encumbrances	79,840	128,816
Unencumbered cash, beginning of year	155,313	235,153
Unencumbered cash, end of year	\$ 235,153	\$ 363,969

* This fund is not required to be budgeted.

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 CONTINGENCY RESERVE FUND*
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
	<u> </u>	<u> </u>
Unencumbered cash, beginning of year	\$ 455,877	\$ 455,877
Unencumbered cash, end of year	<u>\$ 455,877</u>	<u>\$ 455,877</u>

* This fund is not required to be budgeted.

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
SRSA GRANT FUNDS*

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

	Prior Year Actual	Current Year Actual
Cash receipts:		
SRSA grant receipts	\$ 41,879	\$ 39,771
Expenditures and encumbrances:		
Instruction	33,707	41,323
Cash receipts over (under) expenditures and encumbrances	8,172	(1,552)
Unencumbered cash, beginning of year	(8,172)	-
Unencumbered cash, end of year	\$ -	\$ (1,552)

* This fund is not required to be budgeted.

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
GRANT FUNDS

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
Revenue from other local sources	\$ 782	\$ 634	\$ 1,000	\$ (366)
State aid	11,492	-	-	-
Pre-K pilot grant CIF	-	13,343	-	13,343
Pre-K pilot grant TANF	-	13,343	-	13,343
Miscellaneous	15	-	-	-
Total cash receipts	12,289	27,320	\$ 1,000	\$ 26,320
Expenditures:				
Instruction	11,492	26,686	\$ 8,180	\$ 18,506
Cash receipts over expenditures	797	634		
Unencumbered cash, beginning of year	6,383	7,180		
Unencumbered cash, end of year	\$ 7,180	\$ 7,814		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 BOND CONSTRUCTION FUND*
 For the Year Ended June 30, 2020
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Cash receipts:		
Investment income	\$ 741	\$ -
Expenditures:		
Facility acquisition and construction	276,087	168
Cash receipts under expenditures	(275,346)	(168)
Unencumbered cash, beginning of year	275,514	168
Unencumbered cash, end of year	\$ 168	\$ -

* This fund is not required to be budgeted.

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
BOND AND INTEREST FUND
For the Year Ended June 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property - taxes in process	\$ 375,228	\$ 403,679	\$ 387,219	\$ 16,460
Delinquent	5,640	5,704	5,651	53
Motor vehicle	80,122	62,709	63,290	(581)
Recreational vehicle	1,581	1,288	1,148	140
State aid:				
Other state aid	242,652	258,515	267,808	(9,293)
Total cash receipts	705,223	731,895	\$ 725,116	\$ 6,779
Expenditures:				
Principal	425,000	440,000	\$ 440,000	\$ -
Interest	181,631	147,535	168,656	(21,121)
Total expenditures	606,631	587,535	\$ 608,656	\$ (21,121)
Cash receipts over expenditures	98,592	144,360		
Unencumbered cash, beginning of year	846,154	944,746		
Unencumbered cash, end of year	\$ 944,746	\$ 1,089,106		

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
MEMORIAL FUND*

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

	Prior Year Actual	Current Year Actual
Cash receipts:		
Investment income	\$ 124	\$ 200
Other revenue from local sources	1,125	-
	1,249	200
Expenditures:		
Instruction	1,925	1,300
	(676)	(1,100)
Cash receipts under expenditures		
Unencumbered cash, beginning of year	17,063	16,387
Unencumbered cash, end of year	\$ 16,387	\$ 15,287

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
AGENCY FUNDS
For the Year Ended June 30, 2020

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Pleasant Ridge High School student activities:				
Art club	\$ 100	\$ 100	\$ 105	\$ 95
Baseball	1,714	1,840	2,030	1,524
Basketball - Lady Rams	26	2,272	1,791	507
Spirit squad	94	12,937	9,304	3,727
Ram basketball club	522	3,336	2,996	862
Government and public admin projects	-	468	466	2
Dance club	701	4,325	2,894	2,132
Boys/Girls state	1,671	848	780	1,739
Play productions	3,509	2,180	1,592	4,097
Track club	2,938	3,786	3,989	2,735
Football club - Rambackers	473	3,017	3,484	6
Weight room	3,485	-	800	2,685
FBLA	5,293	3,868	2,895	6,266
Scholars' club	101	20	90	31
SAFE	516	775	812	479
Newspaper	713	-	-	713
RSVP	1,224	-	-	1,224
Battle of the brains	-	2,500	-	2,500
Spanish club	-	377	274	103
Student council	1,889	1,377	1,494	1,772
Student assistant fund	116	23	-	139
Student incentive fund	-	1,104	71	1,033
Wrestling club	1,568	683	568	1,683
Student recognition	718	349	748	319
Lady Rams volleyball club	2,208	3,588	5,067	729
Cross country	52	-	-	52
The Ram club	186	-	-	186
Softball	772	2,165	685	2,252
Eighth grade class	-	1,259	-	1,259
Freshman class	1,500	-	45	1,455
Sophomore class	920	4,847	2,435	3,332
Junior class	2,016	225	1,343	898
Senior class	1,001	-	44	957
Technology club	1,185	-	-	1,185
Vo-Ag club	3,598	4,724	5,070	3,252
Ram Nation store	4,965	28,181	26,548	6,598
Total PRHS student activities	\$ 45,774	\$ 91,174	\$ 78,420	\$ 58,528

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
AGENCY FUNDS
For the Year Ended June 30, 2020
(Continued)

	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Pleasant Ridge Middle student activities:				
Boys basketball	\$ 4	\$ -	\$ -	\$ 4
Cheerleaders	1,649	1,628	50	3,227
Track	495	-	-	495
Football	205	-	-	205
Girls basketball	241	-	-	241
STUCO	2,447	101	1,050	1,498
Wrestling	19	-	-	19
Volleyball	107	348	348	107
Class of 2023	2,785	-	1,759	1,026
Class of 2024	3,663	108	574	3,197
Class of 2025	1,879	4,037	2,264	3,652
Class of 2026	-	7,322	5,117	2,205
Total PRMS student activity funds	13,494	13,544	11,162	15,876
Other agency funds:				
Flex spending	18,209	-	18,209	-
Sales tax	-	2,378	2,378	-
Subtotal other agency funds	18,209	2,378	20,587	-
Total agency funds	\$ 77,477	\$ 107,096	\$ 110,169	\$ 74,404

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended June 30, 2020

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate receipts:						
High school athletics	\$ 4,413	\$ 21,863	\$ 17,356	\$ 8,920	\$ -	\$ 8,920
Middle school athletics	24,337	8,237	6,147	26,427	-	26,427
Subtotal gate receipts	28,750	30,100	23,503	35,347	-	35,347
School project funds:						
Pleasant Ridge Elementary:						
Book fair/library	5,590	1,440	1,040	5,990	-	5,990
Music	514	-	-	514	-	514
Preschool	-	150	-	150	-	150
Kindergarten	24	-	-	24	-	24
First grade	28	-	17	11	-	11
Second grade	178	-	-	178	-	178
Third grade	16	240	240	16	-	16
Fourth grade	186	-	-	186	-	186
Fifth grade	341	-	22	319	-	319
Yearbook	1,137	2,160	2,083	1,214	-	1,214
Science (STEM/PLTW)	1,910	-	373	1,537	-	1,537
Supplies resource	3,167	1,174	669	3,672	-	3,672
Technology	85	-	-	85	-	85
Faculty, staff	553	1,147	756	944	-	944
Student council	586	1,086	1,096	576	-	576
Art	730	437	-	1,167	-	1,167
Teacher funds	131	-	131	-	-	-

(Continued)

UNIFIED SCHOOL DISTRICT NO. 449, EASTON, KANSAS
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
(Continued)
For the Year Ended June 30, 2020

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Pleasant Ridge Middle:						
Knowledge bowl	\$ 150	\$ 10	\$ 90	\$ 70	\$ -	\$ 70
Building improvement	151	700	426	425	-	425
Class gift	104	500	-	604	-	604
Yearbook	869	1,064	1,954	(21)	-	(21)
School store	379	36	347	68	-	68
Science	1,201	-	-	1,201	-	1,201
Technology	971	-	-	971	-	971
Faculty, staff	364	247	226	385	-	385
KC Reading	114	-	-	114	-	114
Sports physicals	290	-	-	290	-	290
Library	1,172	42	86	1,128	-	1,128
School supplies	160	-	130	30	-	30
Pleasant Ridge High:						
Music	1,225	11,063	7,973	4,315	-	4,315
Yearbook	3,486	2,782	338	5,930	-	5,930
Faculty, staff	2,717	732	1,133	2,316	-	2,316
Subtotal school projects	28,529	25,010	19,130	34,409	-	34,409
Total district activity funds	\$ 57,279	\$ 55,110	\$ 42,633	\$ 69,756	\$ -	\$ 69,756