

UNIFIED SCHOOL DISTRICT NO. 392,
OSBORNE, KANSAS

FINANCIAL STATEMENT

AND

INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED JUNE 30, 2022

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

For the Year Ended June 30, 2022

TABLE OF CONTENTS

	<u>Page Numbers</u>
Independent Auditors' Report.....	1
Statement 1 Summary Statement of Receipts, Expenditures and Unencumbered Cash Regulatory Basis.....	4
Notes to the Financial Statement.....	5
 REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1 Summary of Expenditures - Actual and Budget - Regulatory Basis.....	14
Schedule 2 Schedules of Receipts and Expenditures - Regulatory Basis	
 General Funds	
2-1 General Fund.....	15
2-2 Supplemental General Fund.....	16
 Special Purpose Funds	
2-3 Capital Outlay Fund.....	17
2-4 Drivers Education Fund.....	18
2-5 Food Service Fund.....	19
2-6 Professional Development Fund.....	20
2-7 Special Education Fund.....	21
2-8 Vocational Education Fund.....	22
2-9 KPERs Fund.....	23
2-10 Contingency Reserve Fund.....	24
2-11 Federal Funds.....	25
2-12 Gifts & Grants.....	26
2-13 At Risk Fund.....	27
2-14 At Risk (4 Year Old) Fund.....	28
2-15 Bilingual Education Fund.....	29
2-16 Textbook & Student Revolving Fund.....	30
 Trust Funds	
2-17 Scholarship Funds.....	31
2-18 Loan Funds.....	32
Schedule 3 Summary of Receipts and Disbursements - Agency Funds - Regulatory Basis...	33
Schedule 4 District Activity Funds.....	34

Gudenkauf & Malone, Inc.

639 Main Street, P.O. Box 631
Russell, KS 67665
(785) 483-6220
(785) 483-6221 Fax
accountants@gmbinc.net

Certified Public Accountants

Pamela Gudenkauf, CPA
James Malone, CPA
Kelli Johnson, CPA

Independent Auditors' Report

To the Board of Education
Unified School District No. 392
Osborne, KS

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. 392, Osborne, 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 matter 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 Unified School District No. 392, Osborne, Kansas, 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 Unified School District No. 392, Osborne, Kansas, 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 A.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. 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 requirement 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 A 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 A and accounting principles generally accepted in the United States of American, 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 A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

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, included any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility 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 auditors' 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than 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 judgement made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, 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 summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, and 3 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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 392, Osborne, Kansas as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated October 29, 2021, 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 A.



Gudenkauf & Malone, Inc.
October 31, 2022

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, 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
GENERAL FUNDS							
General Fund	\$ 5,346	\$ -	\$ 2,920,376	\$ 2,925,722	\$ -	\$ 109,550	\$ 109,550
Supplemental General Fund	55,705	-	894,076	886,092	63,689	3,302	66,991
Total General Funds	61,051	-	3,814,452	3,811,814	63,689	112,852	176,541
SPECIAL PURPOSE FUNDS							
Capital Outlay Fund	565,093	2,585	345,624	442,150	471,152	66,629	537,781
Driver Training Fund	12,593	-	5,855	5,872	12,576	3,157	15,733
Food Service Fund	24,477	-	314,283	277,100	61,660	1,307	62,967
Professional Development Fund	4,523	-	-	1,550	2,973	-	2,973
Special Education Fund	24,086	-	705,746	704,980	24,852	-	24,852
Vocational Education Fund	29,209	-	48,700	73,875	4,034	5,387	9,421
KPERS Fund	-	-	302,203	302,203	-	-	-
Contingency Reserve Fund	189,420	10,225	-	-	199,645	-	199,645
Federal Funds	(16,943)	1,968	282,421	328,882	(61,436)	6,879	(54,557)
Gifts & Grants	16,985	-	78,785	96,619	(849)	14,824	13,975
At Risk Fund	-	-	293,294	293,294	-	2,267	2,267
At Risk (4 Year Old) Fund	-	-	22,000	20,069	1,931	-	1,931
Bilingual Education Fund	-	-	1,882	1,882	-	-	-
Textbook & Student Revolving Fund	16,336	-	5,505	6,194	15,647	-	15,647
District Activity Funds	27,901	-	58,528	55,442	30,987	-	30,987
Total Special Purpose Funds	893,680	14,778	2,464,826	2,610,112	763,172	100,450	863,622
TRUST FUNDS							
Scholarship Funds	96,334	-	49,428	28,200	117,562	-	117,562
Loan Funds	52,219	-	18,715	15,552	55,382	-	55,382
Total Trust Funds	148,553	-	68,143	43,752	172,944	-	172,944
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,103,284</u>	<u>\$ 14,778</u>	<u>\$ 6,347,421</u>	<u>\$ 6,465,678</u>	<u>\$ 999,805</u>	<u>\$ 213,302</u>	<u>\$ 1,213,107</u>
						Cash on Hand	\$ 2,000
						Cash in Bank	614,715
						Money Markets	558,602
						Certificates of Deposit	119,439
						Total Cash	1,294,756
						Less: Agency Funds Per Schedule 3	(81,649)
						Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,213,107</u>

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

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

Unified School District No. 392 is a municipal corporation governed by an elected seven member board.

The regulatory financial statement presents USD 392 of Osborne, KS, the municipality, and does not include any Related Municipal Entities.

Basis of Accounting

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

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

Regulatory Basis Fund Types

A fund is defined as a 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, restrictions, or limitations.

The following funds comprise of the regulatory cash basis of accounting:

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 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.

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

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

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

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:

1. Preparation of the budget for the succeeding calendar 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 the 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.

If the municipality 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 municipality did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no 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 regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the 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 capital project funds, trust funds, and the following special purpose funds:

Contingency Reserve Fund
Federal Funds
School Projects

Textbook & Student Revolving Fund
Gate Receipts
All Fiduciary Fund Accounts

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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.

Reimbursements

A reimbursement is an expenditure initially made in one fund, but properly attributable to another fund. For example, it is common for the general fund to pay a vendor's bill and have portions of it reimbursed by other funds. In accounting for such reimbursements, USD 392 records an expenditure in the reimbursing fund, and a reduction of expenditure in the reimbursed fund, following the authoritative guidance provided under KMAAG regulatory basis accounting.

Property Taxes

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County appraiser annually determines assessed valuations based on real estate transactions recorded by the Register of Deeds and personal property transactions reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Property taxes are assessed on a calendar year basis and become a lien on property on November 1 of each year. The taxes are due one-half on December 20th and one-half the following May 10th. Any taxes unpaid at the due dates are considered delinquent.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current operation of the District and therefore are not susceptible to accrual.

Undistributed taxes from the prior year levy are recognized as income in the current year. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statement taken as a whole.

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statute

K.S.A. 10-1113 requires no indebtedness be created for a fund in excess of available monies in that fund. The Sales Tax Student Organization Fund has a deficit cash balance at year end.

K.S.A. 10-1113 requires that expenditures be made in compliance with the cash basis law which states that no indebtedness be created in a fund in excess of available monies in that fund. The Federal Funds and Gifts & Grants Fund both appear to be in violation of this statute. A fund can end the year with a negative unencumbered cash balance due to waiting on grant reimbursements/loan proceeds. The Federal Funds and Gifts & Grants meet the criteria for this exemption.

K.S.A. 10-130 requires municipalities to remit at least 20 days before the day of maturity any bond or interest payable. The bond payment was not made 20 days prior.

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - CONTINUED

K.S.A. 10-815 requires checks outstanding for two or more years to be canceled and restored to the fund originally charged. There is two check outstanding in the high school activity fund and five checks in the district checking account that are over two years old.

K.S.A. 79-2935 requires expenditures shall not exceed the total amount of the adopted budget authority for expenditures for any fund for the budget year. The At Risk (4 Year Old) Fund and Food Service Fund both have expenditures in excess of the budget authority.

K.S.A. 75-4302a states that elected officers, appointed public officers, and certain employees have filed written reports disclosing substantial interest. At the time of the audit, not all elected/appointed officers had filed substantial interest forms with the county.

USD 392 is not aware of any other statutory violations.

NOTE C - DEPOSITS & INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main 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 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%. All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was \$1,294,756, and the bank balance was \$1,288,468. The difference between the carrying amount and the bank balance is outstanding checks and deposits. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$688,350 was covered by federal depository insurance and \$600,118 was collateralized with line of credit and securities held by the pledging financial institutions' agent 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.

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE D - IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$116,392 subsequent to June 30, 2022 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, 2022.

NOTE E - INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Bilingual Education	KSA 72-5167	\$ 1,882
General Fund	Food Service	KSA 72-5167	4,617
General Fund	Vocational Education	KSA 72-5167	5,000
General Fund	Special Education	KSA 72-5167	508,060
General Fund	At Risk (4 Yr. Old)	KSA 72-5167	12,000
General Fund	At Risk	KSA 72-5167	203,880
Supplemental General Fund	Special Education	KSA 72-5143	125,000
Supplemental General Fund	Vocational Education	KSA 72-5143	25,000
Supplemental General Fund	At Risk	KSA 72-5143	89,414
Supplemental General Fund	At Risk (4 Yr. Old)	KSA 72-5143	10,000

NOTE F – SCHOLARSHIP AND LOAN FUND

The District administers various funds established by private gifts and bequests for the purpose of making scholarship grants and loans to graduates of Osborne High School for further education.

J. Erle and Mary H. Clark Scholarship – Two separate trust funds were established by gifts from J. Erle and Mary H. Clark estates of \$25,000 each. The terms of the gift instruments establishing these funds provide that the original principal balance shall remain intact and the income from the investments, as defined therein, shall be available for scholarship grants in accordance with the gift instruments. The accompanying financial statements do not include the following investments at June 30, 2022 of the J. Erle and Mary H. Clark Scholarship Funds. The District records annual distributions made from these trust funds as revenue to the Scholarship Fund.

	<u>Shares Owned</u>	<u>Current Market Value</u>	<u>Prior Year Market Value</u>
American Funds Service Company			
Washington Mutual Investors Fund	8,872.663	\$ 449,933	\$ 482,131
Delaware Investments, Inc.			
Delaware Large Cap Value Fund	8,512.447	<u>161,226</u>	<u>182,535</u>
Total Portfolio Value		<u>\$ 611,159</u>	<u>\$ 664,666</u>

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE G - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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 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.

Compensated Absences.

- Classified (non-teachers)
 - Current Leave (Sick) – Cooks, bus drivers, and teacher aides will be given ten (10) days of sick leave per year, accumulated to 40 days. Twelve month employees will receive twelve (12) days per year, accumulative to 60 days. If the employee leaves the employment of the district for any reason, no payment will be made for unused sick leave.
 - Vacation – Full-time classified employees may be granted a paid vacation each year. Twelve month employees will receive two weeks (10 days) paid vacation if they have worked one year from date of employment. Vacation doesn't accumulate, if the employee doesn't use the vacation during the school year, they lose it.
- Certified (teachers)
 - Discretionary Leave – Each full-time teacher shall start each school year with thirteen (13) full days of discretionary leave credit. Part-time teachers shall be credited with discretionary leave in proportion to their contract time. Teachers will maintain a separate balance of accumulated sick leave. Accumulated sick leave shall be used after all discretionary leave has been exhausted. At the end of the school year, unused discretionary leave may be carried forward as accumulated sick leave.
 - Sick Leave – A teacher who is hired after the beginning of the duty year shall receive the standard allotment of sick days less one day for each month or major of a month missed. Likewise, a teacher who leaves the district before the duty year shall forfeit one day of sick leave for each month or major part of a month for months of the contract not served. If the annual allotment of sick leave has been used, the teacher's final pay shall be docked at their daily rate of pay for sick leave not earned. Absences for ½ a day or less shall be charged as ½ of a day. Absences for less than a day but for more than ½ day shall be charged as a full day. Unused sick leave shall be allowed to accumulate to a maximum of 80 days.
 - Compensation for Unused Sick Leave - At the end of the school year, any teacher who has accumulated over eighty (80) days will be reimbursed for each day above (80) days at the rate of \$25 per day. No teacher will be reimbursed for more than thirteen (13) days of paid time off. This will be paid by the end of June of the current school year.
 - When resigning or leaving the district, a teacher shall be compensated for unused sick leave. To be eligible, the teacher must have accumulated seventy (70) days of sick leave and have a minimum of ten (10) years experience in the district. Payment will be \$15 for each day of unused sick leave with a maximum payment of \$1,200.
- A teacher that is terminated from employment, excluding RIF, will not be eligible for compensation of unused sick leave.

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE G - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - CONTINUED

- When retiring from the district a teacher shall be compensated for unused sick leave. To be eligible, the individual must have a minimum of twenty (20) years of experience in the district. Payment will be \$70 for each day of unused sick leave with a maximum payment of \$5,600.

The District has employees eligible for compensated absence pay who have accumulated a total of 468 days of unused sick leave as of and for the year ended June 30, 2022. The estimated liability of unused sick leave at June 30, 2022 is \$4,755.

NOTE H - DEFINED BENEFIT PENSION PLAN (KPERS)

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 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 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

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

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE H - DEFINED BENEFIT PENSION PLAN (KPERS) - CONTINUED

District received and remitted amounts equal to the statutory contribution rate, which totaled \$127,814 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 \$2,267,576. 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 with KPERS for the fiscal year ended June 30, 2022. Since 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 I - CLAIMS AND JUDGEMENTS

The District participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government.

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

During the ordinary course of its operations, the District is a party to various claims, legal actions and complaints. It is the opinion of the District's management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

NOTE J - RELATED PARTY TRANSACTIONS

In a governmental entity, related parties include members of the governing body, board members, administrative officials, and immediate families of administrative officials, board members, and members of the governing body. Required disclosures on related party transactions do not include compensation arrangements, expense allowance and similar items incurred in the ordinary course of operations. The following are not required to be reported, but are presented for information only.

	<u>2021-2022</u>
City of Osborne	\$104,708
Jackie Gourley, a board member, is an employee	
Midway Coop, Inc.	47,832
Shana Guttery, a board member, has an interest in it	
Cullen Riner, a board member, is an employee	
Mille Welding, Inc	17,575
Jamie Billings, a spouse of a board member, is an employee	

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE K – (COVID-19)

On January 30, 2020, the World Health Organization (“WHO”) announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the “COVID-19 outbreak”) and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Municipality’s financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Municipality is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2021.

NOTE L - CRF & CARES ACT FUNDING

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK’s first round distribution was to local governments in the amount of \$400 million. The Municipality received CRF in the amount of \$44,670 during 2020. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at <https://covid.ks.gov/>.

NOTE M – LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Final Maturity	Beginning of Year	Additions	Reductions/ Payments	End of Year	Interest Paid
General Obligation Bond									
Remodel	0.00%	4/1/2020	\$ 640,000	2/1/2025	<u>\$ 512,000</u>	<u>\$ -</u>	<u>\$ 128,000</u>	<u>\$ 384,000</u>	<u>\$ -</u>
Total Long-Term Debt					<u>\$ 512,000</u>	<u>\$ -</u>	<u>\$ 128,000</u>	<u>\$ 384,000</u>	<u>\$ -</u>

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

	FYE 6/30/23	FYE 6/30/24	FYE 6/30/25	Total
PRINCIPAL				
General Obligation Bond	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 384,000</u>
TOTAL PRINCIPAL	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 384,000</u>

NOTE N – SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED

JUNE 30, 2022

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended June 30, 2022

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)
GENERAL FUNDS						
General Fund	\$ 2,953,486	\$ (95,062)	\$ 67,298	\$ 2,925,722	\$ 2,925,722	\$ -
Supplemental General Fund	915,516	(29,424)	-	886,092	886,092	-
Total General Funds	3,869,002	(124,486)	67,298	3,811,814	3,811,814	-
SPECIAL PURPOSE FUNDS						
Capital Outlay Fund	825,750	-	-	825,750	442,150	(383,600)
KPERS Fund	333,445	-	-	333,445	302,203	(31,242)
Summer School Fund	-	-	-	-	-	-
Food Service Fund	187,825	-	-	187,825	277,100	89,275
Professional Development Fund	7,000	-	-	7,000	1,550	(5,450)
Driver Training Fund	6,588	-	-	6,588	5,872	(716)
Special Education Fund	674,664	-	41,698	716,362	704,980	(11,382)
Vocational Education Fund	171,275	-	-	171,275	73,875	(97,400)
At Risk Fund	374,500	-	-	374,500	293,294	(81,206)
At Risk (4 Year Old) Fund	13,236	-	-	13,236	20,069	6,833
Bilingual Education	22,655	-	-	22,655	1,882	(20,773)
Total Special Purpose Funds	2,616,938	-	41,698	2,658,636	2,122,975	(535,661)
All Funds	<u>\$ 6,485,940</u>	<u>\$ (124,486)</u>	<u>\$ 108,996</u>	<u>\$ 6,470,450</u>	<u>\$ 5,934,789</u>	<u>\$ (535,661)</u>

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

GENERAL FUND

		2022		Variance
	2021			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
Taxes and Shared Revenue:				
Mineral Tax	\$ 778	\$ 1,929	\$ 1,000	\$ 929
General State Aid	2,344,814	2,447,908	2,461,244	(13,336)
Special Education Aid	399,313	403,241	418,626	(15,385)
Other Receipts and Reimbursements	18,227	67,298	-	67,298
Total Cash Receipts	2,763,132	2,920,376	2,880,870	39,506
Expenditures and Transfers Subject to Legal Max Budget				
Instruction	1,172,083	1,207,233	1,107,850	99,383
Student Support Services	100,235	101,752	104,518	(2,766)
Instructional Support Services	39,410	32,205	28,015	4,190
General Administration	179,316	167,586	142,370	25,216
School Administration	206,489	218,143	197,183	20,960
Operations and Maintenance	287,090	295,180	346,750	(51,570)
Student Transportation	149,034	168,184	198,773	(30,589)
Operating Transfers	624,852	735,439	828,027	(92,588)
Total Expenditures and Transfers Subject to Legal Max Budget	2,758,509	2,925,722	2,953,486	(27,764)
Adjustment for Qualifying Budget Credits	-	-	67,298	(67,298)
Adjustment to Comply with Legal Max Budget	-	-	(95,062)	95,062
Legal General Fund Budget	2,758,509	2,925,722	\$ 2,925,722	\$ -
Receipts Over (Under) Expenditures	4,623	(5,346)		
Unencumbered Cash, Beginning	680	5,346		
Prior Year Cancelled Encumbrances	43	-		
Unencumbered Cash, Ending	\$ 5,346	\$ -		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

SUPPLEMENTAL GENERAL FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 600,223	\$ 668,320	\$ 684,177	\$ (15,857)
Delinquent Tax	8,113	7,494	9,526	(2,032)
Motor Vehicle Tax & Truck Tax	46,222	42,653	43,781	(1,128)
RV Tax	1,475	868	1,413	(545)
Other Tax	2,372	2,396	2,471	(75)
Supplemental State Aid	169,553	172,345	178,068	(5,723)
Total Cash Receipts	827,958	894,076	919,436	(25,360)
Expenditures and Transfers				
Instructional	406,912	469,206	441,625	27,581
Student Support	25,950	23,198	27,000	(3,802)
Instructional Support	9,561	8,015	8,000	15
General Administration	29,991	30,607	30,000	607
School Administration	48,007	46,157	50,000	(3,843)
Operations and Maintenance	16,738	14,561	47,000	(32,439)
Transportation	40,861	44,934	39,000	5,934
Operating Transfers	251,489	249,414	272,891	(23,477)
Total Expenditures and Transfers	829,509	886,092	915,516	(29,424)
Adjustment to Comply with Legal Max Budget	-	-	(29,424)	29,424
Legal Supplemental General Fund Budget	829,509	886,092	\$ 886,092	\$ -
Receipts Over (Under) Expenditures	(1,551)	7,984		
Unencumbered Cash, Beginning	57,256	55,705		
Unencumbered Cash, Ending	\$ 55,705	\$ 63,689		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

CAPITAL OUTLAY FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Taxes	\$ 260,547	\$ 247,300	\$ 260,125	\$ (12,825)
Delinquent Tax	3,049	2,866	6,358	(3,492)
Motor Vehicle Tax & Truck Tax	18,125	17,704	27,329	(9,625)
RV Tax	582	571	881	(310)
Other Tax	856	865	1,544	(679)
Other Revenue	-	76,318	-	76,318
Bonds	-	-	-	-
Total Cash Receipts	<u>283,159</u>	<u>345,624</u>	<u>296,237</u>	<u>49,387</u>
Expenditures				
Instructional Support Staff	2,880	-	35,000	(35,000)
Transportation Property	-	66,629	250,000	(183,371)
Operations & Maintenance Property	179,516	230,170	142,750	87,420
Bond Principal	128,000	132,800	128,000	4,800
Building Improvements, Engineer & Site	<u>6,852</u>	<u>12,551</u>	<u>270,000</u>	<u>(257,449)</u>
Total Expenditures	<u>317,248</u>	<u>442,150</u>	<u>825,750</u>	<u>(383,600)</u>
Adjustment for Qualifying Budget Credits	-	-	-	-
Capital Outlay Budget	<u>317,248</u>	<u>442,150</u>	<u>\$ 825,750</u>	<u>\$ (383,600)</u>
Receipts Over (Under) Expenditures	(34,089)	(96,526)		
Unencumbered Cash, Beginning	<u>599,182</u>	<u>565,093</u>		
Prior Year Cancelled Encumbrances	-	<u>2,585</u>		
Unencumbered Cash, Ending	<u>\$ 565,093</u>	<u>\$ 471,152</u>		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

DRIVER TRAINING FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
State Safety Aid	\$ 1,530	\$ 1,830	\$ 1,800	\$ 30
Other Revenue	-	4,025	2,000	2,025
Total Cash Receipts	1,530	5,855	3,800	2,055
Expenditures				
Instruction	3,568	5,032	5,388	(356)
Operations & Maintenance	1,072	840	1,200	(360)
Total Expenditures	4,640	5,872	\$ 6,588	\$ (716)
Receipts Over (Under) Expenditures	(3,110)	(17)		
Unencumbered Cash, Beginning	15,703	12,593		
Unencumbered Cash, Ending	\$ 12,593	\$ 12,576		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

FOOD SERVICE FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Intergovernmental Revenues				
State Aid	\$ 2,463	\$ -	\$ 2,934	\$ (2,934)
Federal Aid	223,620	270,840	333,476	(62,636)
Other Revenues				
Charges for Services - Students	29,468	22,506	47,560	(25,054)
Charges for Services - Other	5,483	4,810	8,905	(4,095)
Interest on Idle Funds	252	-	-	-
Reimbursements	56	11,510	-	11,510
Transfer From Supplemental General	1,000	-	1,993	(1,993)
Transfer From General Fund	-	4,617	-	4,617
Total Cash Receipts	<u>262,342</u>	<u>314,283</u>	<u>394,868</u>	<u>(80,585)</u>
Expenditures				
Food Service Salaries	117,476	116,169	82,825	33,344
Food Service Costs	148,294	160,931	104,500	56,431
Operations and Maintenance of Plant	<u>126</u>	<u>-</u>	<u>500</u>	<u>(500)</u>
Total Expenditures	<u>265,896</u>	<u>277,100</u>	<u>\$ 187,825</u>	<u>\$ 89,275</u>
Receipts Over (Under) Expenditures	(3,554)	37,183		
Unencumbered Cash, Beginning	<u>27,905</u>	<u>24,351</u>		
Unencumbered Cash, Ending	<u>\$ 24,351</u>	<u>\$ 61,534</u>		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

PROFESSIONAL DEVELOPMENT FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Intergovernmental Revenues				
State and Local Aid	\$ 178	\$ -	\$ -	\$ -
Transfer From General Fund	<u>5,000</u>	<u>-</u>	<u>2,208</u>	<u>(2,208)</u>
Total Cash Receipts	<u>5,178</u>	<u>-</u>	<u>2,208</u>	<u>(2,208)</u>
Expenditures				
Instruction	570	1,550	7,000	(5,450)
Instruction Support Service	<u>85</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>655</u>	<u>1,550</u>	<u>\$ 7,000</u>	<u>\$ (5,450)</u>
Receipts Over (Under) Expenditures	4,523	(1,550)		
Unencumbered Cash, Beginning	<u>-</u>	<u>4,523</u>		
Unencumbered Cash, Ending	<u>\$ 4,523</u>	<u>\$ 2,973</u>		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

SPECIAL EDUCATION FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Transfer From General Fund	\$ 415,298	\$ 508,060	\$ 483,819	\$ 24,241
Transfer From Supplemental General	113,733	125,000	100,000	25,000
Transfer from Summer School	-	-	-	-
Reimbursements	27,259	70,800	-	70,800
Other Local Revenue	-	1,886	75,000	(73,114)
Total Cash Receipts	556,290	705,746	658,819	46,927
Expenditures				
Other Support Services	320	-	1,000	(1,000)
Instruction	611,405	683,263	654,308	28,955
Student Transportation	19,905	21,717	19,356	2,361
Total Expenditures	631,630	704,980	\$ 674,664	\$ 30,316
Adjustments for Qualifying Budget Credits	-	-	41,698	(41,698)
Special Education Fund Budget	631,630	704,980	\$ 716,362	\$ (11,382)
Receipts Over (Under) Expenditures	(75,340)	766		
Unencumbered Cash, Beginning	99,426	24,086		
Unencumbered Cash, Ending	\$ 24,086	\$ 24,852		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

VOCATIONAL EDUCATION FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Transfer From General	\$ -	\$ 5,000	\$ 50,000	\$ (45,000)
Transfer From Supplemental General	75,438	25,000	75,000	(50,000)
Interest Earned on Idle Funds	823	823	1,000	(177)
Federal Aid	-	-	10,000	(10,000)
Other Income	10,446	17,877	5,000	12,877
Total Cash Receipts	86,707	48,700	141,000	(92,300)
Expenditures				
Instruction	63,387	62,182	99,875	(37,693)
Student Support Services	-	-	10,000	(10,000)
Student Transportation Services	-	-	50,000	(50,000)
Operations and Maintenance	10,488	11,693	11,400	293
Total Expenditures	73,875	73,875	\$ 171,275	\$ (97,400)
Receipts Over (Under) Expenditures	12,832	(25,175)		
Unencumbered Cash, Beginning	16,377	29,209		
Unencumbered Cash, Ending	\$ 29,209	\$ 4,034		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

KPERS FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
KPERS Aid	\$ 285,974	\$ 302,203	\$ 333,445	\$ (31,242)
Total Receipts	<u>285,974</u>	<u>302,203</u>	<u>333,445</u>	<u>(31,242)</u>
Expenditures				
KPERS Benefits	<u>285,974</u>	<u>302,203</u>	<u>333,445</u>	<u>(31,242)</u>
Total Expenditures	<u>285,974</u>	<u>302,203</u>	<u>\$ 333,445</u>	<u>\$ (31,242)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

CONTINGENCY RESERVE FUND

	2021 Actual	2022 Actual
Cash Receipts		
Transfer From General	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures	17,171	-
Total Expenditures	17,171	-
Receipts Over (Under) Expenditures	(17,171)	-
Unencumbered Cash, Beginning	206,591	189,420
Prior Year Cancelled Encumbrances	-	10,225
Unencumbered Cash, Ending	\$ 189,420	\$ 199,645

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

FEDERAL FUND

		2022		Variance
	2021			Over
	Actual	Actual	Budget*	(Under)
Cash Receipts				
Title I	\$ 141,689	\$ 57,935	\$ 65,000	\$ (7,065)
Title II - A	11,603	14,622	12,000	2,622
Title IV - A	12,612	12,985	13,000	(15)
ESSER I	-	27,529	211,044	(183,515)
ESSER II	-	169,350	473,975	(304,625)
ESSER III	-	-	10,224	(10,224)
Total Cash Receipts	<u>165,904</u>	<u>282,421</u>	<u>785,243</u>	<u>(502,822)</u>
Expenditures				
Title I	172,684	61,731	501,083	(439,352)
Title II - A	11,603	14,622	-	14,622
Title IV - A	12,612	12,985	-	12,985
ESSER II	-	199,870	-	199,870
ESSER III	-	39,674	-	39,674
Total Expenditures	<u>196,899</u>	<u>328,882</u>	<u>\$ 501,083</u>	<u>\$ (172,201)</u>
Receipts Over (Under) Expenditures	(30,995)	(46,461)		
Unencumbered Cash, Beginning	<u>14,052</u>	<u>(16,943)</u>		
Prior Year Cancelled Encumbrances	-	<u>1,968</u>		
Unencumbered Cash, Ending	<u>\$ (16,943)</u>	<u>\$ (61,436)</u>		

*Amounts provided in "Budget" column are for district comparative purposes only, as this fund is exempt from budgetary regulation as stated in K.S.A. 12-1663. Therefore, these funds are not included on Schedule 1 as budgeted funds.

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

GIFTS AND GRANTS FUND

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget*	
Cash Receipts				
G.A.P.S. Grant	\$ 12,551		\$ -	\$ -
Community Foundation Grant	3,840	-	-	-
Gifts	132	1,000	-	1,000
STEM Grants	3,569	2,940	-	2,940
State of Kansas - Pre-K Pilot	42,000	42,000	50,000	(8,000)
SPARKS- Security	37,991	-	-	-
KDHE Grant	-	10,661	-	10,661
Other Local	-	22,184	70,000	(47,816)
Total Cash Receipts	<u>100,083</u>	<u>78,785</u>	<u>120,000</u>	<u>(41,215)</u>
Expenditures				
Instruction	54,798	47,871	54,800	(6,929)
Instruction Support Staff	511	(267)	50,000	(50,267)
School Administration	-		50,000	(50,000)
Operations & Maintenance	-	3,902	-	3,902
SPARKS - Security	39,253	-	-	-
Scoreboard Fund	-	17,868	-	17,868
G.A.P.S. Grant	<u>1,384</u>	<u>27,245</u>	<u>-</u>	<u>27,245</u>
Total Expenditures	<u>95,946</u>	<u>96,619</u>	<u>\$ 154,800</u>	<u>\$ (58,181)</u>
Receipts Over (Under) Expenditures	4,137	(17,834)		
Unencumbered Cash, Beginning	<u>12,848</u>	<u>16,985</u>		
Unencumbered Cash, Ending	<u>\$ 16,985</u>	<u>\$ (849)</u>		

*Amounts provided in "Budget" column are for district comparative purposes only, as this fund is exempt from budgetary regulation as stated in K.S.A. 12-1663. Therefore, these funds are not included on Schedule 1 as budgeted funds.

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

AT RISK FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Transfer From General	\$ 194,640	\$ 203,880	\$ 275,000	\$ (71,120)
Transfer From Supplemental General	55,051	89,414	85,602	3,812
Total Cash Receipts	249,691	293,294	360,602	(67,308)
Expenditures				
Instruction	249,691	293,294	369,500	(76,206)
School Administration	-	-	5,000	(5,000)
Total Expenditures	249,691	293,294	\$ 374,500	\$ (81,206)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

AT RISK (4 YEAR OLD) FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Transfer From General	\$ 9,000	\$ 12,000	\$ 10,000	\$ 2,000
Transfer From Supplemental	6,018	10,000	-	10,000
Federal Funds	-	-	4,000	(4,000)
Total Cash Receipts	<u>15,018</u>	<u>22,000</u>	<u>14,000</u>	<u>8,000</u>
Expenditures				
Instruction	<u>15,018</u>	<u>20,069</u>	<u>13,236</u>	<u>6,833</u>
Total Expenditures	<u>15,018</u>	<u>20,069</u>	<u>\$ 13,236</u>	<u>\$ 6,833</u>
Receipts Over (Under) Expenditures	-	1,931		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 1,931</u>		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

BILINGUAL EDUCATION FUND

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Transfer From General	\$ 1,163	\$ 1,882	\$ 7,000	\$ (5,118)
Transfer From Supplemental General	-	-	10,296	(10,296)
Total Cash Receipts	1,163	1,882	17,296	(15,414)
Expenditures				
Instruction	1,163	1,882	22,655	(20,773)
Total Expenditures	1,163	1,882	\$ 22,655	\$ (20,773)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

TEXTBOOK & STUDENT MATERIAL FUND

	2021 Actual	2022 Actual
Cash Receipts		
Book Rental Fees	\$ 13,488	\$ 5,505
Total Cash Receipts	<u>13,488</u>	<u>5,505</u>
Expenditures		
Textbooks Purchases	<u>15,175</u>	<u>6,194</u>
Total Expenditures	<u>15,175</u>	<u>6,194</u>
Receipts Over (Under) Expenditures	(1,687)	(689)
Unencumbered Cash, Beginning	<u>18,023</u>	<u>16,336</u>
Unencumbered Cash, Ending	<u>\$ 16,336</u>	<u>\$ 15,647</u>

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2022

SCHOLARSHIP FUND

	Beginning Cash	Donations	Scholarship	Ending Cash
J. Erie & Mary H. Clark	\$ 3,755	\$ 42,680	\$ 22,700	\$ 23,735
Osborne Cattlemen's Assoc.	2	-	-	2
L. Mock	47,767	5,066	800	52,033
Frost	10,200	-	1,600	8,600
M. Watson	29,757	882	1,500	29,139
Rita Lehmkuhl	1,853	-	300	1,553
Community Marketplace	-	500	1,000	(500)
Hyde	-	300	300	-
OHS Class of 1947	3,000	-	-	3,000
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Scholarship Fund	\$ 96,334	\$ 49,428	\$ 28,200	\$ 117,562

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended June 30, 2022

LOAN FUND

	Beginning Cash	Donations	Loan	Ending Cash
Anis/Anonymous	\$ 366	\$ -	\$ 150	\$ 216
Ray and Mona Elliot	1,500	-	500	1,000
Gregory Memorial	1,959	-	404	1,555
Woodie Hilsinger	322	-	100	222
J. Dean Lerew	3,408	400	883	2,925
Randy Phalen Memorial	1,763	-	400	1,363
Jennie Beisner Chesney	4,550	-	537	4,013
Ruby Swander	26,882	1,000	2,691	25,191
Sollenberger	11,469	17,315	9,887	18,897
Total Loan Fund	<u>\$ 52,219</u>	<u>\$ 18,715</u>	<u>\$ 15,552</u>	<u>\$ 55,382</u>

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

SUMMARY OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended June 30, 2022

AGENCY FUNDS

STUDENT ORGANIZATIONS

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School:				
Art Club	\$ 1,757	\$ 620	\$ 2,253	\$ 124
Band and Music Club	2,098	3,786	5,361	523
Cheerleaders	4,111	6,194	4,436	5,869
Class of 2021	937	-	183	754
Class of 2022	2,499	-	1,640	859
Class of 2023	85	22,577	16,670	5,992
Class of 2024	-	60	-	60
Class of 2025	-	-	-	-
FACS	745	808	1,248	305
FCCLA	15,461	29,171	27,187	17,445
FFA	17,402	24,735	30,099	12,038
Forensics	477	235	-	712
Kays	5,531	1,865	123	7,273
Scholar Bowl	811	465	411	865
National Honor Society	477	162	180	459
Pep Club	1,500	1,409	1,298	1,611
Football Club	3,122	1,246	934	3,434
Vocal Club	664	821	874	611
Video Club	321	937	723	535
Yearbook/Media	5,383	6,725	2,900	9,208
Student Council	948	1,544	1,827	665
Interest	79	34	79	34
Text Books	(8)	9,424	4,289	5,127
Total High School	64,400	112,818	102,715	74,503
Junior High:				
Cheerleading	1,685	1,561	2,026	1,220
Scholar Bowl	190	120	160	150
Total Junior High	1,875	1,681	2,186	1,370
Elementary School:				
Book Rental	85	11,613	11,572	126
Music Club	2	-	-	2
Student Council	3,608	3,421	1,373	5,656
Total Elementary School	3,695	15,034	12,945	5,784
Sales Tax				
Tax	-	5,170	5,178	(8)
Total Sales Tax	-	5,170	5,178	(8)
Total Student Organization Funds	\$ 69,970	\$ 134,703	\$ 123,024	\$ 81,649

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended June 30, 2022

DISTRICT ACTIVITY FUNDS

Funds	Beginning Cash Balance	Receipts	Expenditures	Ending Cash Balance
Fees and User Charges				
Industrial Arts	\$ 3,554	\$ 3,096	\$ -	\$ 6,650
Total Fees and User Charges	3,554	3,096	-	6,650
Athletics Gate Receipts:				
High School:				
Athletics	15,570	26,508	27,100	14,978
Junior High				
Athletics	(202)	9,874	8,607	1,065
Elementary School				
Athletics	21	1,920	1,930	11
Total Athletics Gate Receipts	15,389	38,302	37,637	16,054
School Projects:				
High School:				
Project Fund	1,757	4,418	5,320	855
Grade School:				
PTO	201	181	357	25
PBIS	4,602	8,932	8,951	4,583
Box Top Project	1,336	65	-	1,401
Library Project	1,062	3,534	3,177	1,419
Total School Projects	8,958	17,130	17,805	8,283
Total District Activity Funds	\$ 27,901	\$ 58,528	\$ 55,442	\$ 30,987