

UNIFIED SCHOOL DISTRICT NO. 211
Norton, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Fiscal Year Ended June 30, 2020

MAPES & MILLER LLP
Certified Public Accountants
Norton, Kansas

UNIFIED SCHOOL DISTRICT NO. 211
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 Supplementary Information with Independent Auditor's Report
For the Fiscal Year Ended June 30, 2020

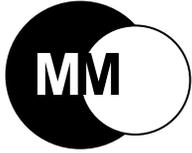
TABLE OF CONTENTS

<u>Number</u>	<u>Page</u>
Independent Auditor's Report	1
 <u>Financial Section</u>	
STATEMENT 1	
Summary Statement of Receipts, Expenditures, and Unencumbered Cash	3
Composition of Cash	4
Notes to the Financial Statement	5
 <u>Regulatory-Required Supplementary Information</u>	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget	14
SCHEDULE 2	
Schedule of Receipts and Expenditures - Actual and Budget	
General	15
Supplemental General	16
At Risk K-12	17
Bilingual Education	18
Capital Outlay	19
Driver Training	20
Food Service	21
Professional Development	22
Summer School	23
Special Education	24
Career and Postsecondary Education	25
KPERs Special Retirement Contribution	26
Recreation Commission	27
Bond and Interest	28
Federal Funds	29
Gifts and Grants	30
Schedule of Receipts and Expenditures – Actual	
Contingency Reserve	31
Textbook Rental and Student Material Revolving	31
Bond Construction	31
Eicher Butler Scholarship	32
Louis Welter Scholarship	32
Tansil Scholarship	32
Bishop Scholarship	33
Jep Byrum Memorial Scholarship	33
Dave Stuewe Scholarship	34
Gertrude Steichen Scholarship	34
Della Connell Scholarship	34

TABLE OF CONTENTS - (Continued)

Page
Number

SCHEDULE 3	
Summary of Receipts and Disbursements	
Agency Funds	35
SCHEDULE 4	
Schedule of Receipts, Expenditures, and Unencumbered Cash	
District Activity Funds	36
Report on Federal Financial Assistance	37
Schedule of Federal Financial Assistance	38



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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 211
Norton, Kansas 67654

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 211, Norton, Kansas 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 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 211, Norton, Kansas, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “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 Unified School District No. 211, Norton, Kansas, 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 balances of Unified School District No. 211, Norton, Kansas, 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 summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of receipts and disbursements-agency funds, and schedule of receipts, expenditures, and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Mapes & Miller LLP

Certified Public Accountants

Norton, Kansas
March 8, 2021

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal 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	\$ 0	0	5,564,577	5,564,577	0	765	765
Supplemental General	141,524	0	1,723,632	1,721,984	143,172	103,797	246,969
Special Purpose Funds:							
At Risk K-12	0	0	424,969	424,969	0	0	0
Bilingual Education	2,499	0	3,992	6,491	0	0	0
Capital Outlay	897,166	0	468,705	655,660	710,211	204,412	914,623
Driver Training	59,947	0	0	5,424	54,523	0	54,523
Food Service	93,879	0	358,579	392,400	60,058	0	60,058
Professional Development	49,941	0	574	5,690	44,825	0	44,825
Summer School	35,477	0	0	8,282	27,195	0	27,195
Special Education	664,423	0	1,251,353	1,400,221	515,555	0	515,555
Career and Postsecondary Education	0	0	86,280	86,280	0	3,377	3,377
KPERs Special Retirement Contribution	0	0	688,372	688,372	0	0	0
Recreation Commission	52,544	0	180,400	184,984	47,960	0	47,960
Federal Funds	(4,812)	0	152,167	160,334	(12,979)	0	(12,979)
Gifts and Grants	51,776	0	9,068	14,781	46,063	7,167	53,230
Contingency Reserve	585,210	0	0	0	585,210	0	585,210
Textbook Rental and Student Material Revolving	114,107	0	27,900	5,934	136,073	0	136,073
District Activity	43,762	0	96,005	89,413	50,354	0	50,354
Bond and Interest Funds:							
Bond and Interest	510,028	0	857,709	629,375	738,362	0	738,362
Capital Project Funds:							
Bond Construction	155,693	0	328	156,021	0	0	0
Trust Funds:							
Eicher Butler Scholarship	491,798	0	11,509	10,500	492,807	9,500	502,307
Louis Welter Scholarship	14,035	0	404	400	14,039	400	14,439
Tansil Scholarship	201,899	0	4,897	5,500	201,296	4,500	205,796
Bishop Scholarship	1,000	0	0	0	1,000	0	1,000
Jep Byrum Memorial Scholarship	8,103	0	88	500	7,691	500	8,191
Dave Stuewe Scholarship	8,874	0	248	0	9,122	0	9,122
Gertrude Steichen Scholarship	16,385	0	452	1,000	15,837	1,000	16,837
Della Connell Scholarship	251,508	0	4,707	6,500	249,715	6,000	255,715
Total Primary Government							
(Excluding Agency Funds)	\$ <u>4,446,766</u>	<u>0</u>	<u>11,916,915</u>	<u>12,225,592</u>	<u>4,138,089</u>	<u>341,418</u>	<u>4,479,507</u>

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

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Composition of Cash

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

STATEMENT 1

Page 2

First State Bank, Norton, Kansas	
Checking Account	\$ 1,500
NOW Accounts	(295,982)
Money Market Accounts	1,492,579
Certificates of Deposit	1,006,215
The Bank	
Savings Account	510,629
Solutions North Bank, Norton, Kansas	
Checking Accounts	5,160
NOW Accounts	352,170
Money Market Account	26,756
Savings Account	1,504,093
Repurchase Agreement	<u>0</u>
Total Cash	4,603,120
Agency Funds per Schedule 3	<u>(123,613)</u>
Total Primary Government (Excluding Agency Funds)	\$ <u><u>4,479,507</u></u>

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

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Notes to the Financial Statement

June 30, 2020

1. Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 211, Norton, Kansas operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation. The regulatory financial statement presents Unified School District No. 281 (the municipality). The following related municipal entity is not included in the financial statement:

Norton Recreation Commission. The Norton Recreation Commission oversees recreational activities. A five-member board is appointed to oversee the operation. Two members of the board are appointed by the District's board with two more members appointed by the City of Norton's council. The remaining member is appointed by the other four members. The District annually levies a tax for the operation of the Commission. Unaudited financial reports for the Norton Recreation Commission are available from the Recreation Commission Director, P.O. Box 96, Norton, Kansas 67654.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the fiscal year ended June 30, 2020:

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 taxes levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

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

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

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

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 revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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.

Budgetary Information

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
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 governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. No funds were amended in this manner 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written 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:

	<u>Statutory Authority for Exemption</u>
Title I	K.S.A. 12-1663
Title II, Part A	K.S.A. 12-1663
Title IV, Part A	K.S.A. 12-1663
ESSER	K.S.A. 12-1663
Gifts & Grants	K.S.A. 79-2925
Gardner Memorial Library	K.S.A. 79-2925
Contingency Reserve	K.S.A. 72-6426
Textbook Rental and Student Material Revolving	K.S.A. 72-8250
Outdoor Wildlife Learning Site	K.S.A. 79-2925
High School Athletics	K.S.A. 72-8208a
Junior High Athletics	K.S.A. 72-8208a

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

Reimbursed Expenditures

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

2. Stewardship, Compliance and Accountability

Cash Violation. K.S.A. 10-1113 requires each fund to comply with the cash basis laws of Kansas. That is no commitments or indebtedness should be incurred unless there is available cash in the fund. The ESSER federal fund incurred indebtedness in excess of the available cash balance. However, K.S.A. 12-1664 allows a deficit unencumbered cash balance for federal aid funds when the deficit is expected to be eliminated in future years as grant proceeds are received.

3. Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the municipality 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 the 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%. The District has not designated any "peak periods" with eligible depositories. All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$4,603,120 and the bank balance was \$5,008,681. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$756,717 was covered by federal depository insurance and \$4,251,964 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial Credit Risk – Investments. For an investment, there is the risk that in the event of the failure of the issuer or counter party, 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 no investments except for certificates of deposit which are considered to be a component of deposits.

4. In-Substance Receipt in Transit

The District received \$268,088 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.

5. **Capital Projects**

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

	Project Authorization	Expenditures to Date
Bond Construction Project	\$ 10,065,949	\$ 9,912,993

6. **Defined Benefit Pension Plan**

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.59% and 13.21%, respectively, for the fiscal year ended June 30, 2019. The actuarially determined employer contribution rate and the statutory contribution rate was 16.15% and 14.41% for the fiscal year ended June 30, 2020.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64.13 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 \$688,372 for the year ended June 30, 2020.

Net Pension Liability. At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$5,795,332. 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 nonemployer 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 these financial statements.

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.

7. Other Long-Term Obligations

Compensated Absences

Sick Leave. The employees of Unified School District No. 211 are allowed twelve days of sick leave per year. This can be carried over and accumulated to eighty days. Unused sick leave in excess of the eighty days maximum accumulation will be bought back by the District at the rate of \$38.00 per day for certified employees and at a rate of one hour for every four hours of entitlement for classified employees payable on August 20 for employees returning to the District or under contract at that time. No payment for unused sick leave is made when an employee terminates employment with the District unless the employee is retiring or is disabled. When an employee retires from the District or is disabled, 25 percent of all unused sick leave shall be purchased at full salary.

Vacation Pay. The superintendent is allowed fifteen days of vacation per year. Vacation time is allowed for the following classified employees: maintenance director, maintenance and grounds assistant, clerk, treasurer, unified office secretary, and twelve-month custodial. Vacation time is based on years of continuous employment according to the following schedule:

<u>Years of Employment</u>	<u>Vacation Days</u>
Zero to 1 year	.833 days per month
After 1 to 6 years	10 days per year or .833 days per month
After 7 to 9 years	11 days per year or .9166 days per month
After 10 to 12 years	12 days per year or 1.0 days per month
After 13 to 15 years	13 days per year or 1.083 days per month
After 16 or more years	15 days per year or 1.25 days per month

Early Retirement Program

Faculty members of the District who may find it necessary or desirable to retire from employment with the District prior to normal retirement age may elect to take early retirement under the terms set out in Article XVIII of the negotiated agreement. Early retirement is entirely voluntary and at the discretion of eligible faculty members. Eligibility for full benefits is determined as follows:

1. Currently a certified faculty member or administrator.
2. Not less than 60 years of age and not more than 64 years of age as of September 1 of the year of selection.
3. Fifteen (15) years or more of service with the District as of May 15, 2010. This fixed benefit plan will expire with the departure/retirement of this group of people.

Faculty members electing the reduced retirement benefit must meet requirement 1 and 3 above in addition to the following requirement:

1. Eligible for retirement with the Kansas Public Employees Retirement System (KPERS) or age 55.

Any faculty member wishing to retire at the end of a contract year must file for benefits by May 1st of that contract year. A faculty member who takes early retirement is entitled to receive annually from the District a sum of money equal to the teachers' highest salary while employed by the District less the base salary from the District's salary schedule multiplied by 40% for full benefit. The difference between the teachers' highest salary while employed by the District less the base salary from the District's salary schedule shall be multiplied by 90% and divided by 60 to determine the monthly amount for reduced benefit. The reduced benefit will cease to be paid after 60 months or when the participant reaches 65 or is Medicare qualified, whichever is sooner.

These benefits will be paid monthly on the regular payday set by the District. A faculty member taking early retirement has the option to maintain health insurance coverage through the District's health insurance program. All early retirement benefits, including the option to maintain health insurance automatically terminate at the time the faculty member reaches age 65 or is eligible for Medicare. In the event of death of the retiree, the monthly benefit will be paid to the deceased's named beneficiary for a period of twelve months, or until the end of the benefit's life, whichever is sooner. The District's liability for faculty members approved for early retirement was \$44,169 as of June 30, 2020 and is presented as a component of long-term debt in Note 12.

Employer Paid 403(b) Savings Plan

To reward the longevity of the USD 211 teaching staff the District offers its employees an employer paid 403(b) savings plan. A system of tiered contributions has been implemented based on the employee's years of service. The following tiers are agreed to:

<u>Years of Employment</u>	<u>Contribution Amount</u>
Years 1 to 5	\$400 per year
Years 6 to 10	\$425 per year
Years 11 to 15	\$450 per year
Years 16 to 20	\$475 per year
Years 21 to 25	\$500 per year
Years 25+	\$550 per year

A 10 year vesting schedule will be utilized:

<u>Years of Employment</u>	<u>Ownership %</u>
1 to 5 years	0% ownership
6 years	20% ownership
7 years	40% ownership
8 years	60% ownership
9 years	80% ownership
10 years	100% ownership

If a participant terminates service before being fully vested, their unvested funds shall be forfeited. Forfeitures shall be used to reduce employer contributions. During the fiscal year, the District contributed \$33,218 to the 403(b) savings plan. A participant is eligible for distribution only after leaving employment of the USD 211 by retirement or obtaining another position.

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 premium regardless of age. However, the cost of this subsidy has not been quantified for 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. There is no cost to the District under this program.

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.

8. 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 purchases commercial insurance.

During the year ended June 30, 2020, the District did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

9. Claims and Judgments

The District participates in federal and state 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. As of the date of this report, grant expenditures have not been audited, but the District believes that any disallowed expenditures or overpayments, if any, will not have a material effect on the individual governmental funds or the overall financial position of the District.

During the ordinary course of its operation 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 impact on the District.

10. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	Special Education	K.S.A. 72-6428	\$ 817,360
General	At Risk K-12	K.S.A. 72-6428	29,053
General	Career and Postsecondary Education	K.S.A. 72-6428	43,538
General	Food Service	K.S.A. 72-6428	45,254
Supplemental General	Special Education	K.S.A. 72-6433	324,289
Supplemental General	Career and Postsecondary Education	K.S.A. 72-6433	40,613
Supplemental General	At Risk K-12	K.S.A. 72-6433	395,916
Supplemental General	Bilingual Education	K.S.A. 72-6433	3,992
Bond Construction	Bond and Interest	K.S.A. 72-6761	152,956

11. Lease Obligations

On June 17, 2017, the district entered into agreements with Eakes Office Solutions to lease 6 Sharp copying machines. The agreements call for payments of \$671 through June 17, 2022. Payments totaling \$8,052 were made during the fiscal year ending June 30, 2020. The amounts due under these agreements in future periods are as follows:

Year	Payment
2020-2021	8,052
2021-2022	8,052
Total	16,104

12. Long-term Debt

Changes in long-term liabilities for Unified School District No. 211, Norton, Kansas for the year ended June 30, 2020 were as follows:

Issue	Interest Rates	Date Issued	Amount of Original Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Lease Purchase Agreements:									
Energy Lease Purchase	4.75%	07/27/11	1,035,923	01/27/27	654,341	0	69,994	584,347	30,400
Total Total Lease Purchases					654,341	0	69,994	584,347	30,400
General Obligation Bonds:									
School Building Bonds Series 2015	2.00-3.50%	5/1/2015	9,725,000	9/1/2035	8,880,000	0	375,000	8,505,000	254,375
Early Retirement Program (Note 7)	N/A	N/A	N/A	N/A	10,822	50,220	16,873	44,169	0
Total Long-term Debt					\$ 9,545,163	50,220	461,867	9,133,516	284,775

Current maturities for long-term debt for Unified School District No. 211, Norton, Kansas for the next five years and in five-year increments after that are as follows:

	2021	2022	2023	2024	2025	2026-2030	2031-2035	2036-2040	Total
PRINCIPAL									
Lease Purchase Agreements:									
Energy Lease Purchase	\$ 71,573	76,037	79,649	83,432	87,360	186,296	0	0	584,347
General Obligation Bonds:									
School Construction Bond Series 2015	390,000	405,000	415,000	435,000	450,000	2,540,000	3,150,000	720,000	8,505,000
Total Principal	461,573	481,037	494,649	518,432	537,360	2,726,296	3,150,000	720,000	9,089,347
INTEREST									
Lease Purchase Agreements:									
Energy Lease Purchase	28,821	24,357	20,745	16,962	13,034	13,350	0	0	117,269
General Obligation Bonds:									
School Construction Bond Series 2015	246,725	238,775	230,575	221,531	211,012	860,563	410,881	12,600	2,432,662
Total Interest	275,546	263,132	251,320	238,493	224,046	873,913	410,881	12,600	2,549,931
Total Principal and Interest	\$ 737,119	744,169	745,969	756,925	761,406	3,600,209	3,560,881	732,600	11,639,278
Early Retirement Program	12,363	10,044	10,044	10,044	1,674	0	0	0	44,169

13. Subsequent Events

The United States has experienced a nationwide pandemic from the coronavirus (COVID-19) outbreak. As a result, there have been temporary closures of schools. The economic uncertainties related to the pandemic could have a negative impact on the District, but management currently is unable to reasonably determine the effects it may have on the District's financial conditions and operations.

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. 211
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

UNIFIED SCHOOL DISTRICT NO. 211
 Norton, Kansas
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
For the Fiscal Year Ended June 30, 2020

SCHEDULE 1

Description	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:						
General Funds:						
General	\$ 5,552,098	0	12,479	5,564,577	5,564,577	0
Supplemental General	1,721,984	0	0	1,721,984	1,721,984	0
Special Purpose Funds:						
At Risk K-12	444,969	0	0	444,969	424,969	(20,000)
Bilingual Education	8,152	0	0	8,152	6,491	(1,661)
Capital Outlay	1,294,285	0	0	1,294,285	655,660	(638,625)
Driver Training	19,174	0	0	19,174	5,424	(13,750)
Food Service	471,600	0	0	471,600	392,400	(79,200)
Professional Development	31,078	0	0	31,078	5,690	(25,388)
Summer School	9,693	0	0	9,693	8,282	(1,411)
Special Education	1,473,739	0	0	1,473,739	1,400,221	(73,518)
Career and Postsecondary Education	114,098	0	0	114,098	86,280	(27,818)
KPERS Special Retirement Contribution	823,628	0	0	823,628	688,372	(135,256)
Recreation Commission	202,125	0	0	202,125	184,984	(17,141)
Federal Funds	147,355	0	0	147,355	160,334	*
Gifts and Grants	92,101	0	0	92,101	14,781	*
Bond and Interest	629,375	0	0	629,375	629,375	0

* Exempt from Budget Law.

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 1

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Mineral Tax	\$ 2,117	0	2,117
State Equalization Aid	4,736,004	4,742,781	(6,777)
State Special Education Aid	809,316	809,316	0
Federal Aid (PL 382)	4,661	0	4,661
Miscellaneous Reimbursements	<u>12,479</u>	<u>0</u>	<u>12,479</u>
 Total Receipts	 <u>5,564,577</u>	 <u>5,552,097</u>	 <u>12,480</u>
Expenditures:			
Instruction	2,719,318	2,679,576	39,742
Student Support Services	209,007	217,958	(8,951)
Instructional Support Staff	292,755	299,479	(6,724)
General Administration	203,918	210,625	(6,707)
School Administration	447,350	426,375	20,975
Operations and Maintenance	477,741	472,879	4,862
Student Transportation Services	221,537	271,675	(50,138)
Other Supplemental Services	57,746	59,162	(1,416)
Transfer to Special Education	817,360	809,316	8,044
Transfer to At Risk K-12	29,053	29,053	0
Transfer to Career and Postsecondary Education	43,538	36,000	7,538
Transfer to Food Service	<u>45,254</u>	<u>40,000</u>	<u>5,254</u>
 Total Legal General Fund Budget	 <u>5,564,577</u>	 <u>5,552,098</u>	 <u>12,479</u>
Adjustments for Qualifying Budget Credits:			
Reimbursed Expenses	<u>0</u>	<u>12,479</u>	<u>(12,479)</u>
 Total Expenditures	 <u>5,564,577</u>	 <u>5,564,577</u>	 <u>0</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 2

Supplemental General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Tax in Process	\$ 30,498	8,813	21,685
Current Tax	920,154	798,878	121,276
Delinquent Tax	11,642	24,281	(12,639)
Motor Vehicle Tax	93,976	80,603	13,373
Recreational Vehicle Tax	1,840	2,003	(163)
Commercial Vehicle Tax	3,236	3,607	(371)
In Lieu of Taxes	11	0	11
State Aid	<u>662,275</u>	<u>662,275</u>	<u>0</u>
 Total Receipts	 <u>1,723,632</u>	 <u>1,580,460</u>	 <u>143,172</u>
Expenditures:			
Instruction	282,113	337,466	(55,353)
Instructional Support Staff	5,988	17,000	(11,012)
General Administration	45,321	65,500	(20,179)
School Administration	31,950	64,500	(32,550)
Operations and Maintenance	288,668	386,044	(97,376)
Student Transportation Services	80,254	130,000	(49,746)
Other Supplemental Services	222,880	218,841	4,039
Transfer to Special Education	324,289	27,627	296,662
Transfer to Career and Postsecondary Education	40,613	75,098	(34,485)
Transfer to Bilingual Education	3,992	3,992	0
Transfer to At-Risk K-12	<u>395,916</u>	<u>395,916</u>	<u>0</u>
 Total Legal Supplemental General Fund Budget	 <u>1,721,984</u>	 <u>1,721,984</u>	 <u>0</u>
Receipts Over (Under) Expenditures	1,648		
Unencumbered Cash, Beginning	<u>141,524</u>		
Unencumbered Cash, Ending	\$ <u><u>143,172</u></u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 3

At Risk K-12 Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Miscellaneous	\$ 0	20,000	(20,000)
Transfer from General	29,053	29,053	0
Transfer from Supplemental General	<u>395,916</u>	<u>395,916</u>	<u>0</u>
Total Receipts	<u>424,969</u>	<u>444,969</u>	<u>(20,000)</u>
Expenditures:			
Instruction	<u>424,969</u>	<u>444,969</u>	<u>(20,000)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>0</u></u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 4

Bilingual Education Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Transfer from Supplemental General	\$ 3,992	3,992	0
Miscellaneous	<u>0</u>	<u>1,661</u>	<u>(1,661)</u>
Total Receipts	<u>3,992</u>	<u>5,653</u>	<u>(1,661)</u>
Expenditures:			
Instruction	6,491	8,152	(1,661)
Instructional Support Staff	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>6,491</u>	<u>8,152</u>	<u>(1,661)</u>
Receipts Over (Under) Expenditures	(2,499)		
Unencumbered Cash, Beginning	<u>2,499</u>		
Unencumbered Cash, Ending	\$ <u><u>0</u></u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 5

Capital Outlay Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Tax in Process	\$ 9,596	2,949	6,647
Current Tax	296,488	279,995	16,493
Delinquent Tax	3,372	7,630	(4,258)
Motor Vehicle Tax	26,720	23,139	3,581
Recreational Vehicle Tax	525	575	(50)
Commercial Vehicle Tax	996	1,036	(40)
In Lieu of Taxes	3	0	3
Interest on Idle Funds	25,627	0	25,627
Other Revenue from Local Sources	22,690	0	22,690
State Aid	80,690	81,796	(1,106)
Federal Aid	<u>1,998</u>	<u>0</u>	<u>1,998</u>
 Total Receipts	 <u>468,705</u>	 <u>397,120</u>	 <u>71,585</u>
Expenditures:			
Instruction	0	120,000	(120,000)
Student Support Services	26,871	100,000	(73,129)
Instructional Support Staff	30,471	300,000	(269,529)
School Administration	8,053	10,000	(1,947)
Other Supplemental Services	0	25,000	(25,000)
Operations and Maintenance	6,548	80,000	(73,452)
Transportation	43,500	459,285	(415,785)
Facilities Acquisition and Construction	<u>540,217</u>	<u>200,000</u>	<u>340,217</u>
 Total Expenditures	 <u>655,660</u>	 <u>1,294,285</u>	 <u>(638,625)</u>
Receipts Over (Under) Expenditures	(186,955)		
Unencumbered Cash, Beginning	<u>897,166</u>		
 Unencumbered Cash, Ending	 <u>\$ 710,211</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 6

Driver Training Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
State Aid	\$ 0	5,200	(5,200)
Transfer from General	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>0</u>	<u>5,200</u>	<u>(5,200)</u>
Expenditures:			
Instruction	5,194	17,444	(12,250)
Operations and Maintenance	<u>230</u>	<u>1,730</u>	<u>(1,500)</u>
Total Expenditures	<u>5,424</u>	<u>19,174</u>	<u>(13,750)</u>
Receipts Over (Under) Expenditures	(5,424)		
Unencumbered Cash, Beginning	<u>59,947</u>		
Unencumbered Cash, Ending	\$ <u>54,523</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 7

Food Service Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Federal Aid	\$ 185,276	181,332	3,944
State Aid	4,288	3,235	1,053
Food Service	123,761	153,154	(29,393)
Transfer from General	<u>45,254</u>	<u>40,000</u>	<u>5,254</u>
Total Receipts	<u>358,579</u>	<u>377,721</u>	<u>(19,142)</u>
Expenditures:			
Operations and Maintenance	5,383	14,000	(8,617)
Food Service Operations	<u>387,017</u>	<u>457,600</u>	<u>(70,583)</u>
Total Expenditures	<u>392,400</u>	<u>471,600</u>	<u>(79,200)</u>
Receipts Over (Under) Expenditures	(33,821)		
Unencumbered Cash, Beginning	<u>93,879</u>		
Unencumbered Cash, Ending	\$ <u>60,058</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 8

Professional Development Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Transfer from Supplemental General State of Kansas	\$ 0	0	0
	<u>574</u>	<u>0</u>	<u>574</u>
 Total Receipts	 <u>574</u>	 <u>0</u>	 <u>574</u>
 Expenditures:			
Instruction	1,476	0	1,476
Instructional Support Staff	4,214	18,578	(14,364)
Other Supplemental Services	<u>0</u>	<u>12,500</u>	<u>(12,500)</u>
 Total Expenditures	 <u>5,690</u>	 <u>31,078</u>	 <u>(25,388)</u>
 Receipts Over (Under) Expenditures	 (5,116)		
Unencumbered Cash, Beginning	<u>49,941</u>		
 Unencumbered Cash, Ending	\$ <u>44,825</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 9

Summer School Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Transfer from Supplemental General	\$ <u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Instruction	8,282	9,193	(911)
Student Support Services	<u>0</u>	<u>500</u>	<u>(500)</u>
Total Expenditures	<u>8,282</u>	<u>9,693</u>	<u>(1,411)</u>
Receipts Over (Under) Expenditures	(8,282)		
Unencumbered Cash, Beginning	<u>35,477</u>		
Unencumbered Cash, Ending	\$ <u>27,195</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 10

Special Education Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Reimbursements	\$ 109,704	0	109,704
Transfer from General	817,360	809,316	8,044
Transfer from Supplemental General	<u>324,289</u>	<u>27,627</u>	<u>296,662</u>
 Total Receipts	 <u>1,251,353</u>	 <u>836,943</u>	 <u>414,410</u>
 Expenditures:			
Instruction	1,399,184	1,349,104	50,080
Instructional Support Staff	0	74,255	(74,255)
Student Transportation Services	<u>1,037</u>	<u>50,380</u>	<u>(49,343)</u>
 Total Expenditures	 <u>1,400,221</u>	 <u>1,473,739</u>	 <u>(73,518)</u>
 Receipts Over (Under) Expenditures	 (148,868)		
Unencumbered Cash, Beginning	<u>664,423</u>		
 Unencumbered Cash, Ending	 \$ <u>515,555</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 11

Career and Postsecondary Education Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Transfer from Supplemental General	\$ 40,613	75,098	(34,485)
Transfer from General	43,538	36,000	7,538
Reimbursements	<u>2,129</u>	<u>3,000</u>	<u>(871)</u>
Total Receipts	<u>86,280</u>	<u>114,098</u>	<u>(27,818)</u>
Expenditures:			
Instruction	85,717	110,598	(24,881)
Operations & Maintenance	<u>563</u>	<u>3,500</u>	<u>(2,937)</u>
Total Expenditures	<u>86,280</u>	<u>114,098</u>	<u>(27,818)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>0</u></u>		

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

SCHEDULE 2

Page 12

KPERS Special Retirement Contribution Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
State Aid	\$ <u>688,372</u>	<u>823,628</u>	<u>(135,256)</u>
Expenditures:			
Instruction	413,023	494,177	(81,154)
Student Support	27,534	32,945	(5,411)
Instructional Support	34,419	41,181	(6,762)
General Administration	20,651	24,709	(4,058)
School Administration	48,186	57,654	(9,468)
Other Supplemental Services	41,303	49,418	(8,115)
Operations and Maintenance	48,186	57,654	(9,468)
Student Transportation Services	27,535	32,945	(5,410)
Food Service	<u>27,535</u>	<u>32,945</u>	<u>(5,410)</u>
Total Expenditures	<u>688,372</u>	<u>823,628</u>	<u>(135,256)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>0</u></u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 13

Recreation Commission Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Tax in Process	\$ 5,257	1,558	3,699
Current Tax	161,721	152,742	8,979
Delinquent Tax	1,657	4,160	(2,503)
Motor Vehicle Tax	11,028	9,871	1,157
Recreational Vehicle Tax	219	245	(26)
Commercial Vehicle Tax	517	442	75
In Lieu of Taxes	<u>1</u>	<u>0</u>	<u>1</u>
Total Receipts	<u>180,400</u>	<u>169,018</u>	<u>11,382</u>
Expenditures:			
Community Service Operations	<u>184,984</u>	<u>202,125</u>	<u>(17,141)</u>
Receipts Over (Under) Expenditures	(4,584)		
Unencumbered Cash, Beginning	<u>52,544</u>		
Unencumbered Cash, Ending	\$ <u>47,960</u>		

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 14

Bond and Interest Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Tax in Process	\$ 15,195	4,358	10,837
Current Tax	472,502	446,546	25,956
Delinquent Tax	5,493	12,147	(6,654)
Motor Vehicle Tax	45,421	39,049	6,372
Recreational Vehicle Tax	890	970	(80)
Commercial Vehicle Tax	1,609	1,747	(138)
In Lieu of Taxes	5	0	5
Transfer from Bond Construction	152,956	152,956	0
State Aid	<u>163,638</u>	<u>163,638</u>	<u>0</u>
 Total Receipts	 <u>857,709</u>	 <u>821,411</u>	 <u>36,298</u>
 Expenditures:			
Principal	375,000	375,000	0
Interest	<u>254,375</u>	<u>254,375</u>	<u>0</u>
 Total Expenditures	 <u>629,375</u>	 <u>629,375</u>	 <u>0</u>
 Receipts Over (Under) Expenditures	 228,334		
Unencumbered Cash, Beginning	<u>510,028</u>		
 Unencumbered Cash, Ending	\$ <u>738,362</u>		

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Federal Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

SCHEDULE 2
Page 15

	<u>Title I</u>	<u>Title II Part A</u>	<u>Title IV Part A</u>	<u>ESSER</u>	<u>Total</u>	<u>Budget*</u>	<u>Variance Over (Under)</u>
Receipts:							
Federal Aid	\$ 101,664	34,812	15,691	0	152,167	160,615	(8,448)
Expenditures:							
Instruction	101,664	30,000	15,691	3,406	150,761	147,355	3,406
Student Support Services	0	0	0	724	724	0	724
School Administration	0	0	0	385	385	0	385
Operations and Maintenance	0	0	0	300	300	0	300
Food Service Operations	0	0	0	8,164	8,164	0	8,164
Total Expenditures	<u>101,664</u>	<u>30,000</u>	<u>15,691</u>	<u>12,979</u>	<u>160,334</u>	<u>147,355</u>	<u>12,979</u>
Receipts Over (Under) Expenditures	0	4,812	0	(12,979)	(8,167)		
Unencumbered Cash, Beginning	0	(4,812)	0	0	(4,812)		
Unencumbered Cash, Ending	\$ <u>0</u>	<u>0</u>	<u>0</u>	<u>(12,979)</u>	<u>(12,979)</u>		

* Exempt from Budget Law per K.S.A. 12-1663.

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

SCHEDULE 2

Page 16

Gifts and Grants Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Gifts & Grants</u>	<u>Gardner Memorial Library</u>	<u>Totals</u>	<u>Budget*</u>	<u>Variance Favorable (Unfavorable)</u>
Receipts:					
Interest on Idle Funds	\$ 0	147	147	0	147
Donations	<u>8,921</u>	<u>0</u>	<u>8,921</u>	<u>40,325</u>	<u>(31,404)</u>
Total Receipts	<u>8,921</u>	<u>147</u>	<u>9,068</u>	<u>40,325</u>	<u>(31,257)</u>
Expenditures:					
Instruction	<u>14,781</u>	<u>0</u>	<u>14,781</u>	<u>92,101</u>	<u>(77,320)</u>
Receipts Over (Under) Expenditures	(5,860)	147	(5,713)		
Unencumbered Cash, Beginning	<u>37,868</u>	<u>13,908</u>	<u>51,776</u>		
Unencumbered Cash, Ending	\$ <u>32,008</u>	<u>14,055</u>	<u>46,063</u>		

* Exempt from Budget Law per K.S.A. 79-2925 and K.S.A. 12-16,111.

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Any Non-budgeted Fund

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

SCHEDULE 2

Page 17

	<u>Contingency Reserve</u>	<u>Textbook Rental and Student Material Revolving</u>	<u>Bond Construction</u>
Receipts:			
Accrued Interest	\$ 0	0	328
Fees	<u>0</u>	<u>27,900</u>	<u>0</u>
Total Receipts	<u>0</u>	<u>27,900</u>	<u>328</u>
Expenditures:			
Transfer to Bond and Interest	0	0	152,956
Project Costs	0	0	3,065
Instruction	<u>0</u>	<u>5,934</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>5,934</u>	<u>156,021</u>
Receipts Over (Under) Expenditures	0	21,966	(155,693)
Unencumbered Cash, Beginning	<u>585,210</u>	<u>114,107</u>	<u>155,693</u>
Unencumbered Cash, Ending	\$ <u>585,210</u>	<u>136,073</u>	<u>0</u>

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Any Non-budgeted Fund

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

SCHEDULE 2

Page 18

	Eicher Butler Scholarship	Louis Welter Scholarship	Tansil Scholarship
Receipts:			
Donations	\$ 0	0	0
Interest on Idle Funds	<u>11,509</u>	<u>404</u>	<u>4,897</u>
Total Receipts	<u>11,509</u>	<u>404</u>	<u>4,897</u>
Expenditures:			
Scholarships	<u>10,500</u>	<u>400</u>	<u>5,500</u>
Receipts Over (Under) Expenditures	1,009	4	(603)
Unencumbered Cash, Beginning	<u>491,798</u>	<u>14,035</u>	<u>201,899</u>
Unencumbered Cash, Ending	\$ <u>492,807</u>	<u>14,039</u>	<u>201,296</u>

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 19

Any Non-budgeted Fund

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Bishop Scholarship</u>	<u>Jep Byrum Memorial Scholarship</u>
Receipts:		
Donations	\$ 0	0
Interest	<u>0</u>	<u>88</u>
Total Receipts	<u>0</u>	<u>88</u>
Expenditures:		
Scholarships	<u>0</u>	<u>500</u>
Receipts Over (Under) Expenditures	0	(412)
Unencumbered Cash, Beginning	<u>1,000</u>	<u>8,103</u>
Unencumbered Cash, Ending	\$ <u><u>1,000</u></u>	<u><u>7,691</u></u>

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 2

Norton, Kansas

Page 20

Any Non-budgeted Fund

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

	<u>Dave Stuewe Scholarship</u>	<u>Gertrude Steichen Scholarship</u>	<u>Della Connell Scholarship</u>
Receipts:			
Interest	\$ 248	452	4,707
Donations	<u>0</u>	<u>0</u>	<u>0</u>
 Total Receipts	 <u>248</u>	 <u>452</u>	 <u>4,707</u>
Expenditures:			
Norton County Community Foundation Scholarships	0	0	0
	<u>0</u>	<u>1,000</u>	<u>6,500</u>
 Total Expenditures	 <u>0</u>	 <u>1,000</u>	 <u>6,500</u>
Receipts Over (Under) Expenditures	248	(548)	(1,793)
Unencumbered Cash, Beginning	<u>8,874</u>	<u>16,385</u>	<u>251,508</u>
 Unencumbered Cash, Ending	 <u>\$ 9,122</u>	 <u>15,837</u>	 <u>249,715</u>

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 3

Norton, Kansas

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Fiscal Year Ended June 30, 2020

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Organization Funds:				
Senior High:				
Class of 2012	\$ 1,040	0	0	1,040
Class of 2013	555	0	0	555
Class of 2014	218	0	0	218
Class of 2015	813	0	0	813
Class of 2016	1,438	0	0	1,438
Class of 2017	893	0	0	893
Class of 2018	2,311	0	150	2,161
Class of 2019	577	0	199	378
Class of 2020	524	0	342	182
Class of 2021	441	6,811	3,994	3,258
F.F.A.	19,347	43,275	32,942	29,680
FCCLA	898	507	707	698
Yearbook	7,304	18,069	16,935	8,438
Concessions	10,391	42,152	38,695	13,848
KAYS	5,025	10,958	9,691	6,292
Blue Crew	901	16,338	11,874	5,365
National Honor Society	139	593	0	732
Forensics	407	7,721	4,733	3,395
Model United Nations	0	1,786	1,724	62
Scholars Bowl	478	280	102	656
Student Advisory Council	2,505	8,277	5,683	5,099
Drama Club	1,743	799	949	1,593
Art Projects Club	207	0	0	207
Vocal Music Club	5,204	4,680	4,949	4,935
Students Against Drunk Driving	2,796	2,279	1,655	3,420
Dance Club	740	15,389	11,167	4,962
NCSTV Club	2,769	1,895	1,024	3,640
Band Club	840	226	305	761
Coffee Club	0	248	0	248
Building Trades Construction	1,843	458	1,080	1,221
Youth Entrepreneur Challenge	500	0	138	362
Science Olympiad	0	796	0	796
Junior High:				
Student Council	3,524	5,730	3,661	5,593
KAYS	4,331	11,859	10,651	5,539
Pep Club	61	20	0	81
Concessions	394	0	0	394
Total Student Organization Funds	<u>81,157</u>	<u>201,146</u>	<u>163,350</u>	<u>118,953</u>
Other Agency Funds:				
Employee Benefits	3,560	6,600	5,500	4,660
Total Agency Funds	\$ <u>84,717</u>	<u>207,746</u>	<u>168,850</u>	<u>123,613</u>

UNIFIED SCHOOL DISTRICT NO. 211

SCHEDULE 4

Norton, Kansas

District Activity Funds

Schedule of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Fiscal 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
High School Athletics	\$ 32,987	0	79,496	72,949	39,534	0	39,534
Junior High Athletics	7,674	0	14,159	13,996	7,837	0	7,837
Junior High Music	3,101	0	2,350	2,468	2,983	0	2,983
Total District Activity Funds	\$ 43,762	0	96,005	89,413	50,354	0	50,354



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REPORT ON FEDERAL FINANCIAL ASSISTANCE

Board of Education
Unified School District No. 211
Norton, Kansas 67654

We have audited the financial statement of Unified School District No. 211, Norton, Kansas, as of and for the year ended June 30, 2020, and have issued our report thereon dated March 8, 2021. Our audit was performed for the purpose of forming an opinion on the financial statement taken as a whole. The accompanying schedule of Federal Financial Assistance is presented for purposes of additional analysis as requested by the Kansas State Department of Education and is not a required part of the financial statement of Unified School District No. 211, Norton, Kansas. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and, in our opinion, is fairly stated, in all material respects, in relation to the financial statement taken as a whole.

This report is intended solely for the information and use of the governing body and management of the Unified School District No. 211, Norton, Kansas, and the Kansas State Department of Education and other federal and state agencies to whose jurisdiction the District is subject, and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the Board of Education, is a matter of public record.

Mapes & Miller LLP

Certified Public Accountants

UNIFIED SCHOOL DISTRICT NO. 211

Norton, Kansas

Schedule of Federal Financial Assistance

For the Fiscal Year Ended June 30, 2020

	<u>Federal CFDA Number</u>	<u>Beginning Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Balance</u>
<u>U. S. DEPARTMENT OF AGRICULTURE</u>						
Passed through State Department of Education:						
National School Breakfast Program	10.553	0	0	38,167	38,167	0
National School Lunch Program	10.555	0	0	147,109	147,109	0
Total U. S. Department of Agriculture		0	0	185,276	185,276	0
<u>U. S. DEPARTMENT OF EDUCATION</u>						
Direct Programs:						
Impact Aid (PL382)	84.041	0	0	4,661	4,661	0
Passed through State Department of Education:						
Title I Low Income	84.010	0	0	101,664	101,664	0
Title IIA Improving Teacher Quality	84.367	(4,812)	0	34,812	30,000	0
Title IVA Student Support and Academic Enrichment	84.424	0	0	15,691	15,691	0
Elementary and Secondary School Emergency Relief	84.425	0	0	0	12,979	(12,979)
Total U. S. Department of Education		(4,812)	0	156,828	164,995	(12,979)
<u>U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
Passed through State Department of Health and Environment:						
Coop Agreement to Support Comp School Health Programs	93.938	0	0	400	400	0
TOTAL FEDERAL FINANCIAL ASSISTANCE	\$	<u>(4,812)</u>	<u>0</u>	<u>342,504</u>	<u>350,671</u>	<u>(12,979)</u>