

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT**

**YEAR ENDED JUNE 30, 2020**

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# TABLE OF CONTENTS

Page

Independent Auditor's Report.....1

## FINANCIAL SECTION

Statement 1  
Summary Statement of Receipts, Expenditures  
and Unencumbered Cash.....4

Notes to the Financial Statement .....6

## REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

Schedule 1  
Summary of Expenditures – Actual and Budget .....15

Schedule 2  
Schedule of Receipts and Expenditures

### General Funds

2-1 General Fund .....16

2-2 Supplemental General Fund.....17

### Special Purpose Funds

2-3 Capital Outlay Fund.....18

2-4 Driver Training Fund.....19

2-5 At Risk (K-12) Fund.....20

2-6 Food Service Fund.....21

2-7 Professional Development Fund.....22

2-8 Preschool-Aged At Risk Fund.....23

2-9 Special Education Fund.....24

2-10 Bilingual Fund.....25

2-11 Recreation Commission Fund .....26

2-12 KPERs Special Retirement Contribution Fund .....27

2-13 Career and Postsecondary Education Fund .....28

2-14 Non-Budgeted Special Purpose Funds.....29

### Bond and Interest Fund

2-15 Bond and Interest Fund .....30

### Capital Project Fund

2-16 Improvement Fund .....31

### Business Fund

2-17 Special Reserve Fund .....32

Schedule 3  
Schedule of Receipts, Expenditures and Unencumbered Cash  
District Activity Funds .....33

Schedule 4  
Summary of Receipts and Disbursements  
Agency Funds .....34

## Related Municipal Entity

Schedule 5  
Schedule of Receipts and Expenditures – Actual and Budget  
Spearville Recreation Commission  
General Fund.....35

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District No. 381  
Spearville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 381 and its related municipal entity, the Spearville Recreation Commission (collectively referred to as the Municipal Financial Reporting Entity), 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 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.

### 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 A, the financial statement is prepared by the Municipal Financial Reporting Entity 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 America, although not reasonably determinable, are presumed to be material.

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

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Municipal Financial Reporting Entity 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 the Municipal Financial Reporting Entity 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 A.

## **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 (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, summary of regulatory basis receipts and disbursements – agency funds, and individual fund schedule of regulatory basis receipts and expenditures – actual and budget for the related municipal entity (Schedules 1, 2, 3, 4, and 5 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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated January 8, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <https://www.admin.ks.gov/offices/oar/municipal-services/municipal-audits>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended June 30, 2020 (Schedules 2 and 5 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 2019 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 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 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, 2019, on the basis of accounting described in Note A.

*Kennedy McKee & Company LLP*

March 4, 2021

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended June 30, 2020

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ -	\$ -	\$ 2,703,727
Supplemental general	30,513	358	847,224
Total general funds	<u>30,513</u>	<u>358</u>	<u>3,550,951</u>
Special purpose funds:			
Capital outlay	581,783	-	222,458
Driver training	13,156	-	7,590
At risk (K-12)	28,394	-	185,712
Food service	48,242	-	178,457
Professional development	14,736	-	1,130
Preschool-aged at risk	80,468	86	6,500
Special education	259,867	-	399,301
Bilingual	-	-	16,250
Recreation commission	59,089	-	119,301
KPERS special retirement contribution	-	-	328,144
Career and postsecondary education	46,864	-	70,000
Contingency reserve	224,989	-	-
Textbook and student materials revolving	14,742	3,500	15,389
REAP - rural education achievement	-	-	39,607
Title I	-	-	38,559
Title IIA	-	-	4,448
Gifts and grants	1,160,605	-	205,509
District activity	7,159	-	41,670
Total special purpose funds	<u>2,540,094</u>	<u>3,586</u>	<u>1,880,025</u>
Bond and interest fund:			
Bond and interest	486,335	-	1,208,163
Capital project fund:			
Improvement	-	-	5,971,840
Business fund:			
Special reserve	19,573	-	-
Total Unified School District No. 381	3,076,515	3,944	12,610,979
Related municipal entity:			
Spearville Recreation Commission:			
General	139,828	-	479,960
Total municipal financial reporting entity (excluding agency funds)	<u>\$ 3,216,343</u>	<u>\$ 3,944</u>	<u>\$ 13,090,939</u>

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 2,703,727	\$ -	\$ -	\$ -
848,922	29,173	24,138	53,311
<u>3,552,649</u>	<u>29,173</u>	<u>24,138</u>	<u>53,311</u>
251,551	552,690	20,950	573,640
4,789	15,957	-	15,957
175,204	38,902	-	38,902
174,729	51,970	-	51,970
600	15,266	-	15,266
56,823	30,231	-	30,231
327,125	332,043	-	332,043
16,250	-	-	-
111,262	67,128	-	67,128
328,144	-	-	-
56,686	60,178	-	60,178
48,577	176,412	-	176,412
(11)	33,642	-	33,642
39,607	-	3,179	3,179
38,559	-	-	-
4,448	-	-	-
297,129	1,068,985	174,834	1,243,819
38,885	9,944	-	9,944
<u>1,970,357</u>	<u>2,453,348</u>	<u>198,963</u>	<u>2,652,311</u>
<u>813,406</u>	<u>881,092</u>	<u>-</u>	<u>881,092</u>
<u>472,160</u>	<u>5,499,680</u>	<u>-</u>	<u>5,499,680</u>
<u>134</u>	<u>19,439</u>	<u>-</u>	<u>19,439</u>
6,808,706	8,882,732	223,101	9,105,833
<u>404,308</u>	<u>215,480</u>	<u>228</u>	<u>215,708</u>
<u>\$ 7,213,014</u>	<u>\$ 9,098,212</u>	<u>\$ 223,329</u>	<u>\$ 9,321,541</u>

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended June 30, 2020

	<u>Ending cash balance</u>
Composition of cash balance:	
U.S.D. No. 381 accounts:	
Checking accounts	\$ 2,920,263
Money market accounts	731,000
Kansas Municipal Investment Pool	<u>5,493,444</u>
Total Unified School District No. 381	9,144,707
Agency funds	<u>(38,874)</u>
Total Unified School District No. 381 (excluding agency funds)	<u>9,105,833</u>
Related municipal entity:	
Spearville Recreation Commission:	
Checking account	811
Money market accounts	<u>214,897</u>
Total related municipal entity	<u>215,708</u>
Total municipal financial reporting entity (excluding agency funds)	<u><u>\$ 9,321,541</u></u>

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



**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

NOTES TO THE FINANCIAL STATEMENT

June 30, 2020

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 381 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 381 (the Municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Spearville Recreation Commission. The Commission oversees recreational activities. The Commission operates as a separate governing body, but the District levies the taxes for the Commission and the Commission has only the powers granted by K.S.A. 12-1928. Four of the five members of the governing board of the Commission are appointed by the Board of Education. The Commission cannot purchase real property but can acquire real property by gift.

2. Basis of Presentation – Fund Accounting

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

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

REGULATORY BASIS FUND TYPES

General funds – the chief operating funds. Used to account for all resources except those required to be accounted for in another fund.

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

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

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

## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 2. Basis of Presentation – Fund Accounting (Continued)

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

Agency funds – used to report assets held by the municipal financial reporting entity in a purely custodial capacity (student organization funds).

### 3. 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.

### 4. Budgetary Information

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

- a. Preparation of the budget for the succeeding fiscal year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. 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 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.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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 receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality 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 federal grant funds, the capital project fund, the business fund, agency funds, and the following special purpose funds:

- Contingency Reserve
- Textbook and Student Materials Revolving
- Gifts and Grants
- District Activity

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.

5. In-Substance Receipt in Transit

The District received \$140,774 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.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law but are offered for consideration to the Director of Accounts and Reports, the State Department of Education, and legal representatives of the District.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. At year end, the Athletics and Dance Team funds had deficit balances of \$2,811 and \$103, respectively.

C. DEPOSITS AND INVESTMENTS

As of June 30, 2020, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturities</u>	<u>Rating U.S.</u>
Kansas Municipal Investment Pool	<u>\$ 5,493,444</u>	Less than 1 year	AAAf

C. DEPOSITS AND INVESTMENTS (CONTINUED)

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 to 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. The District's allocation of investments as of June 30, 2020, was as follows:

<u>Investments</u>	<u>Percentage of investments</u>
Kansas Municipal Investment Pool	100%

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

At June 30, 2020, the District's carrying amount of deposits was \$3,651,263 and the bank balance was \$3,757,272. Of the bank balance, \$500,000 was covered by federal depository insurance and \$3,257,272 was collateralized with securities held by the pledging financial institutions agents in the District's name.

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

At June 30, 2020, the Municipality had invested \$5,493,444 in the State's Municipal Investment Pool. The Municipal Investment Pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the Governor. The Board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

#### D. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	<u>Project commitments authorized</u>	<u>Cash disbursements and accounts payable to date</u>	<u>Remaining financial commitment</u>
Elementary school addition	\$ 5,593,805	\$ 263,640	\$ 5,330,165
Elementary playground	<u>289,307</u>	<u>180,778</u>	<u>108,529</u>
	<u>\$ 5,883,112</u>	<u>\$ 444,418</u>	<u>\$ 5,438,694</u>

#### E. LONG-TERM DEBT

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

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Series 2009					
Issued March 1, 2010					
In the amount of \$2,235,000					
At interest rates of 2.50%					
to 4.00%					
Maturing September 1, 2019	\$ 255,000	\$ -	\$ 255,000	\$ -	\$ 5,100
Series 2012					
Issued June 1, 2012					
In the amount of \$8,285,000					
At interest rates of 2.00%					
to 3.125%					
Maturing September 1, 2032	6,670,000	-	365,000	6,305,000	188,306
Series 2020					
Issued January 15, 2020					
In the amount of \$5,770,000					
At interest rates of 2.00%					
to 3.00%					
Maturing September 1, 2033	<u>-</u>	<u>5,770,000</u>	<u>-</u>	<u>5,770,000</u>	<u>-</u>
Total general obligation bonds	<u>\$6,925,000</u>	<u>\$5,770,000</u>	<u>\$ 620,000</u>	<u>\$12,075,000</u>	<u>\$ 193,406</u>

Current maturities of general obligation bonds and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 630,000	\$ 328,112	\$ 958,112
2022	630,000	291,681	921,681
2023	680,000	272,031	952,031
2024	730,000	252,209	982,209
2025	780,000	232,000	1,012,000
2026-2030	4,740,000	801,791	5,541,791
2031-2034	<u>3,885,000</u>	<u>160,838</u>	<u>4,045,838</u>
Total	<u>\$ 12,075,000</u>	<u>\$ 2,338,662</u>	<u>\$ 14,413,662</u>

## F. OPERATING LEASE

The District has entered into an operating lease agreement for five copiers. Rental payments for the current year totaled \$15,592. The operating lease agreement expires on June 30, 2022.

The following is a yearly schedule of future minimum rental payments under the operating lease:

2021	\$ 15,593
2022	<u>15,593</u>
	<u>\$ 31,186</u>

## G. INTERFUND TRANSACTIONS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
General fund	At risk (K-12) fund	\$ 74,177	K.S.A. 72-5167
General fund	Preschool-aged at risk fund	6,500	K.S.A. 72-5167
General fund	Special education fund	336,350	K.S.A. 72-5167
General fund	Bilingual fund	11,000	K.S.A. 72-5167
General fund	Career and postsecondary education fund	<u>10,000</u>	K.S.A. 72-5167
Total general fund		<u>438,027</u>	
Supplemental general fund	At risk (K-12) fund	111,535	K.S.A. 72-5143
Supplemental general fund	Food service fund	9,071	K.S.A. 72-5143
Supplemental general fund	Special education fund	58,633	K.S.A. 72-5143
Supplemental general fund	Bilingual fund	5,250	K.S.A. 72-5143
Supplemental general fund	Career and postsecondary education fund	<u>60,000</u>	K.S.A. 72-5143
Total supplemental general fund		<u>244,489</u>	
		<u>\$ 682,516</u>	

Transfer to the related municipal entity was as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
Recreation commission fund	Spearville Recreation Commission	<u>\$ 111,262</u>	K.S.A. 12-1928

## H. 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.

## H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

*Section 125 cafeteria plan/health insurance.* The District offers a Section 125 cafeteria plan for all employees electing to participate. It is used for medical insurance premiums, unreimbursed medical expenses, and childcare expenses. The plan is administered by the health insurance provider. The District withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

*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 was set at 1% for the year ended June 30, 2020.

*Compensated absences.* The District's policies regarding vacation and sick pay permit an annual vacation of one to three weeks with pay depending on years of service to employees assigned to twelve-month positions. The Superintendent is entitled to an annual vacation of three weeks. Non-certified staff only are entitled to payment for unused vacation if they terminate employment at the end of the contract period. Sick leave for all employees may be accumulated at a rate of ten days per year up to a total accumulation of 72 days. A sick leave pool is administered by a committee of District employees. Personal leave is given to all personnel at two days per year and may accumulate to a total of three days for non-certified staff and four days for certified personnel. In the event of death, retirement, or termination of employment, accumulated sick and personal leave is lost. The District's policy is to recognize the costs of compensated absences when actually paid.

## I. DEFINED BENEFIT PENSION PLAN

### General Information about the Pension Plan

*Plan description.* The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org), 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 statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 14.59% and 13.21% for the fiscal year ended June 30, 2019. The actuarially determined employer contribution rate and statutory contribution rate was 16.15% and 14.41% for the fiscal year ended June 30, 2020.

## I. DEFINED BENEFIT PENSION PLAN (CONTINUED)

### General Information about the Pension Plan (Continued)

Per 2017 Senate Substitute for the House Bill 2052, Section 37(a), the 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 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 the year.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by \$194 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 the 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 \$328,144 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 \$2,699,754. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2019. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

## J. 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; natural disasters; and medical needs of employees. The District purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded insurance coverage in any of the past three years.



## K. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and State pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2020.

## L. CORONAVIRUS (COVID-19)

On March 11, 2020, the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. On March 12, 2020, the Governor issued Executive Order No. 20-07 which required school buildings and facilities to close and cease in-person instruction. On March 27, 2020 the Coronavirus Aid, Relief, and Economic Security Act (CARES Act) was passed by Congress and signed into law by the President to provide economic assistance to individuals, businesses, and municipalities affected by the pandemic. In response to the CARES Act, the Governor formed the Strengthening People and Revitalizing Kansas (SPARK) Taskforce to oversee the statewide distribution of CARES Act funding. On June 16, 2020 the State Finance Council approved the SPARK Taskforce's proposal to distribute money to the various counties to help address the health and economic challenges inflicted by COVID-19 based on the county's population and impact from COVID-19. To ensure that all educational and municipal entities within counties receive the Coronavirus Relief Funds, the SPARK Taskforce directed counties to allocate and share Coronavirus Relief Funds with public educational and municipal entities within their counties to help meet their respective health and economic challenges.

While management cannot quantify the financial and other impacts to the District, management believes that an impact on the District's financial position and results of future operations is reasonably possible.

## M. SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 4, 2021, the date on which the financial statement was available to be used. Management's evaluation concluded that no subsequent event is required to be recognized or disclosed in this financial statement except for the ongoing concern regarding the novel strain of coronavirus (COVID-19) as discussed in Note L above.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2020

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment to comply with legal maximum budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General funds:						
General	\$ 2,771,613	\$ (68,758)	\$ 872	\$ 2,703,727	\$ 2,703,727	\$ -
Supplemental general	864,784	(15,862)	-	848,922	848,922	-
Special purpose funds:						
Capital outlay	682,875	-	-	682,875	251,551	431,324
Driver training	12,300	-	-	12,300	4,789	7,511
At risk (K-12)	175,204	-	-	175,204	175,204	-
Food service	212,500	-	-	212,500	174,729	37,771
Professional development	13,500	-	-	13,500	600	12,900
Preschool-aged at risk	86,968	-	-	86,968	56,823	30,145
Special education	385,510	-	-	385,510	327,125	58,385
Bilingual	16,250	-	-	16,250	16,250	-
Recreation commission	111,262	-	-	111,262	111,262	-
KPERs special retirement contribution	354,017	-	-	354,017	328,144	25,873
Career and postsecondary education	83,200	-	-	83,200	56,686	26,514
Bond and interest fund:						
Bond and interest	814,407	-	-	814,407	813,406	1,001
Total Unified School District No. 381	6,584,390	(84,620)	872	6,500,642	5,869,218	631,424
Related municipal entity: Spearville Recreation Commission: General	512,050	-	-	512,050	404,308	107,742
Total municipal financial reporting entity	<u>\$ 7,096,440</u>	<u>\$ (84,620)</u>	<u>\$ 872</u>	<u>\$ 7,012,692</u>	<u>\$ 6,273,526</u>	<u>\$ 739,166</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State sources:				
Equalization aid	\$ 2,445,190	\$ 2,466,922	\$ 2,517,883	\$ (50,961)
Special education aid	226,324	235,085	252,630	(17,545)
Mineral production tax	936	848	1,100	(252)
State aid reimbursement	-	872	-	872
Total receipts	<u>2,672,450</u>	<u>2,703,727</u>	<u>\$ 2,771,613</u>	<u>\$ (67,886)</u>
Expenditures:				
Instruction	1,508,606	1,578,729	\$ 1,571,870	\$ (6,859)
Student support services	37,505	42,158	39,747	(2,411)
General administration	168,123	189,630	228,000	38,370
School administration	246,899	249,014	254,550	5,536
Operations and maintenance	284,714	198,276	307,579	109,303
Student transportation services	13,427	7,893	15,560	7,667
Operating transfers	413,407	438,027	354,307	(83,720)
Adjustment to comply with legal maximum budget	-	-	(68,758)	(68,758)
Legal general fund budget	2,672,681	2,703,727	2,702,855	(872)
Adjustment for qualifying budget credits	-	-	872	872
Total expenditures	<u>2,672,681</u>	<u>2,703,727</u>	<u>\$ 2,703,727</u>	<u>\$ -</u>
Receipts over (under) expenditures	(231)	-		
Unencumbered cash, beginning of year	<u>231</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2020

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

	2020		Variance favorable (unfavorable)
	2019	Actual	
Receipts:			
Taxes:			
Ad valorem property:			
Tax in process	\$ 671	\$ 5,430	\$ 12,108
Current tax	486,644	500,394	483,957
Delinquent tax	6,996	2,992	1,739
Motor vehicle tax	37,787	38,663	40,540
State aid	325,666	299,245	304,836
Other	478	500	350
Total receipts	<u>858,242</u>	<u>847,224</u>	<u>\$ 843,530</u>
Expenditures:			
Instruction	157,081	146,601	\$ 145,973
Student support services	(104)	(171)	13,750
General administration	43,432	50,262	42,500
School administration	4,583	6,655	8,050
Operations and maintenance	324,737	282,650	325,428
Student transportation services	154,775	118,436	158,200
Operating transfers	194,962	244,489	170,883
Adjustment to comply with legal maximum budget	-	-	(15,862)
Total expenditures	<u>879,466</u>	<u>848,922</u>	<u>\$ 848,922</u>
Receipts over (under) expenditures	(21,224)	(1,698)	
Unencumbered cash, beginning of year	49,971	30,513	
Prior year canceled encumbrances	1,766	358	
Unencumbered cash, end of year	<u>\$ 30,513</u>	<u>\$ 29,173</u>	

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 72	\$ 1,249	\$ 3,065	\$ (1,816)
Current tax	112,584	115,094	112,086	3,008
Delinquent tax	382	502	406	96
Motor vehicle tax	4,384	5,319	5,910	(591)
Interest	60,161	43,283	-	43,283
State aid	21,819	26,557	20,175	6,382
Other	24,456	30,454	-	30,454
Total receipts	<u>223,858</u>	<u>222,458</u>	<u>\$ 141,642</u>	<u>\$ 80,816</u>
Expenditures:				
Instruction	-	-	\$ 7,500	\$ 7,500
Operations and maintenance	-	45,079	38,975	(6,104)
Transportation	-	-	167,500	167,500
Facility acquisition and construction services	33,458	206,472	468,900	262,428
Total expenditures	<u>33,458</u>	<u>251,551</u>	<u>\$ 682,875</u>	<u>\$ 431,324</u>
Receipts over (under) expenditures	190,400	(29,093)		
Unencumbered cash, beginning of year	<u>391,383</u>	<u>581,783</u>		
Unencumbered cash, end of year	<u>\$ 581,783</u>	<u>\$ 552,690</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

DRIVER TRAINING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Fees	\$ 4,200	\$ 4,600	\$ 4,600	\$ -
State aid	2,352	2,990	4,160	(1,170)
Total receipts	<u>6,552</u>	<u>7,590</u>	<u>\$ 8,760</u>	<u>\$ (1,170)</u>
Expenditures:				
Instruction	4,957	4,741	\$ 12,300	\$ 7,559
Operations and maintenance	97	48		(48)
Total expenditures	<u>5,054</u>	<u>4,789</u>	<u>\$ 12,300</u>	<u>\$ 7,511</u>
Receipts over (under) expenditures	1,498	2,801		
Unencumbered cash, beginning of year	<u>11,658</u>	<u>13,156</u>		
Unencumbered cash, end of year	<u>\$ 13,156</u>	<u>\$ 15,957</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

AT RISK (K-12) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from general fund	\$ 57,275	\$ 74,177	\$ 74,177	\$ -
Transfer from supplemental general fund	<u>102,317</u>	<u>111,535</u>	<u>72,633</u>	<u>38,902</u>
Total receipts	159,592	185,712	<u>\$ 146,810</u>	<u>\$ 38,902</u>
Expenditures:				
Instruction	<u>131,198</u>	<u>175,204</u>	<u>\$ 175,204</u>	<u>\$ -</u>
Receipts over (under) expenditures	28,394	10,508		
Unencumbered cash, beginning of year	<u>-</u>	<u>28,394</u>		
Unencumbered cash, end of year	<u>\$ 28,394</u>	<u>\$ 38,902</u>		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**FOOD SERVICE FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

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

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Charges for services	\$ 90,104	\$ 82,144	\$ 96,559	\$ (14,415)
Federal aid	73,355	84,793	79,233	5,560
State aid	2,170	2,449	1,894	555
Transfer from supplemental general fund	<u>7,296</u>	<u>9,071</u>	<u>8,000</u>	<u>1,071</u>
Total receipts	172,925	178,457	<u>\$ 185,686</u>	<u>\$ (7,229)</u>
Expenditures:				
Food service operations	<u>182,402</u>	<u>174,729</u>	<u>\$ 212,500</u>	<u>\$ 37,771</u>
Receipts over (under) expenditures	(9,477)	3,728		
Unencumbered cash, beginning of year	<u>57,719</u>	<u>48,242</u>		
Unencumbered cash, end of year	<u>\$ 48,242</u>	<u>\$ 51,970</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
State aid	\$ 663	\$ 1,130	<u>\$ 438</u>	<u>\$ 692</u>
Expenditures:				
Instructional support staff	<u>567</u>	<u>600</u>	<u>\$ 13,500</u>	<u>\$ 12,900</u>
Receipts over (under) expenditures	96	530		
Unencumbered cash, beginning of year	<u>14,640</u>	<u>14,736</u>		
Unencumbered cash, end of year	<u>\$ 14,736</u>	<u>\$ 15,266</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

PRESCHOOL-AGED AT RISK FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Donations	\$ 132,789	\$ -	\$ -	\$ -
Transfer from general fund	6,500	6,500	6,500	-
Total receipts	<u>139,289</u>	<u>6,500</u>	<u>\$ 6,500</u>	<u>\$ -</u>
Expenditures:				
Instruction	55,519	55,117	\$ 61,575	\$ 6,458
Instructional support staff	3,302	1,706	-	(1,706)
Other support services	-	-	25,393	25,393
Total expenditures	<u>58,821</u>	<u>56,823</u>	<u>\$ 86,968</u>	<u>\$ 30,145</u>
Receipts over (under) expenditures	80,468	(50,323)		
Unencumbered cash, beginning of year	-	80,468		
Prior year canceled encumbrances	-	86		
Unencumbered cash, end of year	<u>\$ 80,468</u>	<u>\$ 30,231</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

SPECIAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Other	\$ 7,341	\$ 4,318	\$ -	\$ 4,318
Transfer from general fund	296,132	336,350	252,630	83,720
Transfer from supplemental general fund	25,000	58,633	25,000	33,633
Total receipts	<u>328,473</u>	<u>399,301</u>	<u>\$ 277,630</u>	<u>\$ 121,671</u>
Expenditures:				
Instruction	320,002	326,929	\$ 384,410	\$ 57,481
General administration	15,402	177	-	(177)
Operations and maintenance	600	-	-	-
Student transportation services	876	19	1,100	1,081
Total expenditures	<u>336,880</u>	<u>327,125</u>	<u>\$ 385,510</u>	<u>\$ 58,385</u>
Receipts over (under) expenditures	(8,407)	72,176		
Unencumbered cash, beginning of year	<u>268,274</u>	<u>259,867</u>		
Unencumbered cash, end of year	<u>\$ 259,867</u>	<u>\$ 332,043</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**BILINGUAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

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

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from general fund	\$ 11,000	\$ 11,000	\$ 11,000	\$ -
Transfer from supplemental general fund	<u>5,000</u>	<u>5,250</u>	<u>5,250</u>	<u>-</u>
Total receipts	16,000	16,250	<u>\$ 16,250</u>	<u>\$ -</u>
Expenditures:				
Instruction	<u>16,000</u>	<u>16,250</u>	<u>\$ 16,250</u>	<u>\$ -</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>-</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

RECREATION COMMISSION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 134	\$ 1,185	\$ 2,669	\$ (1,484)
Current tax	106,358	109,590	105,864	3,726
Delinquent tax	718	622	380	242
Motor vehicle tax	8,214	7,904	8,337	(433)
Total receipts	115,424	119,301	<u>\$ 117,250</u>	<u>\$ 2,051</u>
Expenditures:				
Transfer to related municipal entity	118,500	111,262	<u>\$ 111,262</u>	<u>\$ -</u>
Receipts over (under) expenditures	(3,076)	8,039		
Unencumbered cash, beginning of year	<u>62,165</u>	<u>59,089</u>		
Unencumbered cash, end of year	<u>\$ 59,089</u>	<u>\$ 67,128</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 206,711	\$ 328,144	\$ 354,017	\$ (25,873)
Expenditures:				
Instruction	144,698	229,701	\$ 295,000	\$ 65,299
Student support services	6,201	9,844	6,200	(3,644)
General administration	14,470	22,970	15,000	(7,970)
School administration	22,738	36,096	21,000	(15,096)
Operations and maintenance	10,336	16,407	12,000	(4,407)
Food service operations	8,268	13,126	4,817	(8,309)
Total expenditures	206,711	328,144	\$ 354,017	\$ 25,873
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

CAREER AND POSTSECONDARY EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

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

	<u>2019</u>	<u>2020</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from general fund	\$ -	\$ 10,000	\$ 10,000	\$ -
Transfer from supplemental general fund	<u>55,349</u>	<u>60,000</u>	<u>60,000</u>	<u>-</u>
Total receipts	55,349	70,000	<u>\$ 70,000</u>	<u>\$ -</u>
Expenditures:				
Instruction	<u>54,510</u>	<u>56,686</u>	<u>\$ 83,200</u>	<u>\$ 26,514</u>
Receipts over (under) expenditures	839	13,314		
Unencumbered cash, beginning of year	<u>46,025</u>	<u>46,864</u>		
Unencumbered cash, end of year	<u>\$ 46,864</u>	<u>\$ 60,178</u>		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2020

	<u>Contingency reserve</u>	<u>Textbook and student materials revolving</u>	<u>REAP - rural education achievement</u>
<b>Receipts:</b>			
Fees	\$ -	\$ 15,389	\$ -
Federal aid	-	-	39,607
Donations	-	-	-
Wind farm allocation	-	-	-
	<hr/>	<hr/>	<hr/>
Total receipts	-	15,389	39,607
	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>			
Instruction	34,608	(11)	39,607
Student support services	1,336	-	-
General administration	2,155	-	-
School administration	3,987	-	-
Operations and maintenance	4,875	-	-
Food service operations	1,616	-	-
Architectural and engineering fees	-	-	-
Site improvements	-	-	-
Costs of bond issuance	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	48,577	(11)	39,607
	<hr/>	<hr/>	<hr/>
Receipts over (under) expenditures	(48,577)	15,400	-
Unencumbered cash, beginning of year	224,989	14,742	-
Prior year canceled encumbrances	-	3,500	-
	<hr/>	<hr/>	<hr/>
Unencumbered cash, end of year	<u>\$ 176,412</u>	<u>\$ 33,642</u>	<u>\$ -</u>

See Independent Auditor's Report.

<u>Title I</u>	<u>Title IIA</u>	<u>Gifts and grants</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 15,389
38,559	4,448	-	82,614
-	-	155,509	155,509
-	-	50,000	50,000
<u>38,559</u>	<u>4,448</u>	<u>205,509</u>	<u>303,512</u>
38,559	4,448	3,118	120,329
-	-	-	1,336
-	-	-	2,155
-	-	-	3,987
-	-	-	4,875
-	-	-	1,616
-	-	28,164	28,164
-	-	246,599	246,599
-	-	19,248	19,248
<u>38,559</u>	<u>4,448</u>	<u>297,129</u>	<u>428,309</u>
-	-	(91,620)	(124,797)
-	-	1,160,605	1,400,336
-	-	-	3,500
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,068,985</u>	<u>\$ 1,279,039</u>

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**BOND AND INTEREST FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 241	\$ 2,081	\$ 4,578	\$ (2,497)
Current tax	186,133	188,484	182,207	6,277
Delinquent tax	1,402	1,129	665	464
Motor vehicle tax	16,505	14,084	14,832	(748)
Wind farm allocation	444,716	864,106	459,245	404,861
State aid	154,633	138,279	138,279	-
Total receipts	<u>803,630</u>	<u>1,208,163</u>	<u>\$ 799,806</u>	<u>\$ 408,357</u>
Expenditures:				
Debt service:				
Principal	600,000	620,000	\$ 620,000	\$ -
Interest	213,856	193,406	193,407	1
Bond fees	-	-	1,000	1,000
Total expenditures	<u>813,856</u>	<u>813,406</u>	<u>\$ 814,407</u>	<u>\$ 1,001</u>
Receipts over (under) expenditures	(10,226)	394,757		
Unencumbered cash, beginning of year	<u>496,561</u>	<u>486,335</u>		
Unencumbered cash, end of year	<u>\$ 486,335</u>	<u>\$ 881,092</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**IMPROVEMENT FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

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

	<u>2019</u>	<u>2020</u>
Receipts:		
Interest	\$ -	\$ 11,446
Bond proceeds	-	5,770,000
Bond premiums	-	190,394
	<hr/>	<hr/>
Total receipts	-	5,971,840
	<hr/>	<hr/>
Expenditures:		
Architectural and engineering fees	-	364,061
Cost of bond issuance	-	108,099
	<hr/>	<hr/>
Total expenditures	-	472,160
	<hr/>	<hr/>
Receipts over (under) expenditures	-	5,499,680
Unencumbered cash, beginning of year	-	-
	<hr/>	<hr/>
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ 5,499,680</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

SPECIAL RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

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

	<u>2019</u>	<u>2020</u>
Receipts:		
Charges for services	\$ 50,129	\$ -
Expenditures:		
General administration	<u>31,442</u>	<u>134</u>
Receipts over (under) expenditures	18,687	(134)
Unencumbered cash, beginning of year	<u>886</u>	<u>19,573</u>
Unencumbered cash, end of year	<u><u>\$ 19,573</u></u>	<u><u>\$ 19,439</u></u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS

For the Year Ended June 30, 2020

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance (deficit)</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance (deficit)</u>
Gate receipts:						
Athletics	\$ 905	\$ 27,308	\$ 31,024	\$ (2,811)	\$ -	\$ (2,811)
Forensics	504	15	125	394	-	394
Total gate receipts	<u>1,409</u>	<u>27,323</u>	<u>31,149</u>	<u>(2,417)</u>	<u>-</u>	<u>(2,417)</u>
School projects:						
Art department	1,793	2,520	1,552	2,761	-	2,761
Yearbook	155	3,532	71	3,616	-	3,616
Quiz bowl	-	825	717	108	-	108
Woods department	300	2,725	531	2,494	-	2,494
Business department	1,233	1,780	1,249	1,764	-	1,764
Memorial pictures	238	-	31	207	-	207
Concession equipment	2,031	192	1,271	952	-	952
Flax fund	-	2,773	2,314	459	-	459
Total school projects	<u>5,750</u>	<u>14,347</u>	<u>7,736</u>	<u>12,361</u>	<u>-</u>	<u>12,361</u>
Total district activity funds	<u>\$ 7,159</u>	<u>\$ 41,670</u>	<u>\$ 38,885</u>	<u>\$ 9,944</u>	<u>\$ -</u>	<u>\$ 9,944</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the Year Ended June 30, 2020

<u>Funds</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance (deficit)</u>
Student organization funds:				
Class of 2020	\$ 7,141	\$ 1,400	\$ 7,122	\$ 1,419
Class of 2021	7,131	9,524	10,844	5,811
Class of 2022	5,358	19,108	12,249	12,217
Class of 2023	-	4,082	2,124	1,958
Class of 2024	-	515	-	515
Football	-	3,314	2,515	799
Volleyball	64	4,857	4,704	217
HS boys basketball	68	-	-	68
Track and field	86	-	-	86
Baseball	356	3,195	2,618	933
Softball	805	3,318	2,993	1,130
HS girls basketball	-	4,014	3,658	356
Music/choir fund	212	-	57	155
National Honor Society	5,496	5,827	4,099	7,224
HS cheerleaders	5,793	9,895	13,911	1,777
Drill team	1,274	3,373	3,443	1,204
Dance team	-	-	103	(103)
Pep club	183	-	-	183
Student council	175	2,054	2,131	98
MS student council	764	-	-	764
JH cheerleaders	3,115	7,963	9,015	2,063
	<u>3,115</u>	<u>7,963</u>	<u>9,015</u>	<u>2,063</u>
Total agency funds	<u>\$ 38,021</u>	<u>\$ 82,439</u>	<u>\$ 81,586</u>	<u>\$ 38,874</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 381  
SPEARVILLE, KANSAS**

**SPEARVILLE RECREATION COMMISSION  
SPEARVILLE, KANSAS**

**GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

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

	2019	2020		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Transfer from USD 381	\$ 100,000	\$ 129,762	\$ 129,762	\$ -
Charges and sales	12,050	10,750	12,000	(1,250)
Interest	1,938	2,083	500	1,583
Donations and pool rental	1,595	450	1,000	(550)
Other miscellaneous income	429	145	-	145
Grant income	56,765	325,500	220,000	105,500
Youth athletic programs	10,160	11,270	9,000	2,270
<b>Total receipts</b>	<b>182,937</b>	<b>479,960</b>	<b>\$ 372,262</b>	<b>\$ 107,698</b>
<b>Expenditures:</b>				
Pool maintenance/improvements	2,836	2,323	\$ 40,000	\$ 37,677
Park maintenance/improvements	2,271	4,691	40,000	35,309
Youth athletic programs	9,191	7,626	20,000	12,374
Salaries	56,332	50,019	62,000	11,981
Capital purchases	5,244	13,778	15,000	1,222
Insurance	14,090	16,196	16,000	(196)
Ball field maintenance/improvements	9,605	1,292	30,000	28,708
Concession expense	3,185	1,291	6,000	4,709
Utilities	7,818	14,056	15,000	944
Park project	-	50,669	8,000	(42,669)
Ballfield project	329,568	229,963	240,000	10,037
Payroll taxes	4,309	3,826	6,000	2,174
Advertising	-	573	1,000	427
Travel	433	330	750	420
Other	9,710	7,675	12,300	4,625
<b>Total expenditures</b>	<b>454,592</b>	<b>404,308</b>	<b>\$ 512,050</b>	<b>\$ 107,742</b>
Receipts over (under) expenditures	(271,655)	75,652		
Unencumbered cash, beginning of year	411,483	139,828		
<b>Unencumbered cash, end of year</b>	<b>\$ 139,828</b>	<b>\$ 215,480</b>		

See Independent Auditor's Report.