

UNIFIED SCHOOL DISTRICT NO. 392,  
OSBORNE, KANSAS

(As Reissued)

FINANCIAL STATEMENT

AND

INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED JUNE 30, 2020

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**

**For the Year Ended June 30, 2020**

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## INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 392, Osborne, Kansas, a Municipality, 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.

### *Auditors' Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from 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 of the financial statement, the financial statement is prepared by the Unified School District No. 392, Osborne, 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 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 of 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. 392 as of June 30, 2020, or changes in financial position and cash flows thereof for the year then ended.

*Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 392 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 of 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; schedule of regulatory basis receipts and expenditures-agency funds; and schedules of regulatory basis receipts, expenditures, and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for 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.

Unified School District No. 392, Osborne, Kansas’ basis financial statement for the year ended June 30, 2019 (not presented herein), was audited by other auditors whose report dated October 14, 2019, expressed an unmodified opinion on the basic financial statement. The 2019 basic financial statement and the other auditor’s report are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/oar/municipal-services>. The report of the other auditors dated October 14, 2019, stated that the individual funds schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2019 was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in their opinion, was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2019, on the basis of accounting described in Note A.



Gudenkauf & Malone, Inc.

April 15, 2021

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS  
 (As Reissued)  
 SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
 Regulatory Basis  
 For the Year Ended June 30, 2020

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
<b>GENERAL FUNDS</b>							
General Fund	\$ 11,087	\$ 121	\$ 2,586,349	\$ 2,596,877	\$ 680	\$ 101,999	\$ 102,679
Supplemental General Fund	40,360	-	822,507	805,611	57,256	-	57,256
Total General Funds	51,447	121	3,408,856	3,402,488	57,936	101,999	159,935
<b>SPECIAL PURPOSE FUNDS</b>							
Capital Outlay Fund	975,258	-	907,810	1,283,886	599,182	421,550	1,020,732
Driver Training Fund	17,852	-	5,260	7,409	15,703	-	15,703
Food Service Fund	43,045	-	230,398	245,538	27,905	-	27,905
Professional Development Fund	658	-	3,990	4,648	-	-	-
Special Education Fund	73,526	-	587,590	561,690	99,426	242	99,668
Vocational Education Fund	25,583	-	31,007	40,213	16,377	409	16,786
KPERS Fund	-	-	292,695	292,695	-	-	-
Summer School	21,787	-	-	21,787	-	-	-
Contingency Reserve Fund	239,024	-	-	32,433	206,591	-	206,591
Federal Funds	2,709	-	92,912	81,569	14,052	14,027	28,079
Gifts & Grants	12,659	-	160,694	160,505	12,848	22,626	35,474
At Risk Fund	17,744	-	262,972	280,716	-	2,254	2,254
At Risk (4 Year Old) Fund	-	-	16,192	16,192	-	-	-
Bilingual Education Fund	-	-	8,312	8,312	-	-	-
Textbook & Student Revolving Fund	11,651	-	7,919	1,547	18,023	3,042	21,065
District Activity Funds	26,932	-	36,849	42,023	21,758	-	21,758
Total Special Purpose Funds	1,468,428	-	2,644,600	3,081,163	1,031,865	464,150	1,496,015
<b>TRUST FUNDS</b>							
Scholarship Funds	124,339	-	10,100	28,750	105,689	-	105,689
Loan Funds	61,095	-	9,045	12,332	57,808	-	57,808
Total Trust Funds	185,434	-	19,145	41,082	163,497	-	163,497
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,705,309</u>	<u>\$ 121</u>	<u>\$ 6,072,601</u>	<u>\$ 6,524,733</u>	<u>\$ 1,253,298</u>	<u>\$ 566,149</u>	<u>\$ 1,819,447</u>
						Cash on Hand	\$ 2,000
						Cash in Bank	660,270
						Money Markets	1,081,374
						Certificates of Deposit	126,827
						Total Cash	1,870,471
						Less: Agency Funds Per Schedule 3	(51,024)
						Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,819,447</u>

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

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

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

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

Basis of Accounting

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

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

Regulatory Basis Fund Types

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

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

General Fund - The chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

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

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

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

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

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

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

Budgetary Information

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

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

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

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Contingency Reserve Fund  
Federal Funds  
School Projects

Textbook & Student Revolving Fund  
Gate Receipts  
All Fiduciary Fund Accounts

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

Reimbursements

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

Property Taxes

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

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

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

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

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statute

K.S.A. 10-1113 requires no indebtedness be created for a fund in excess of available monies in that fund. Elementary Book Rental, Elementary Athletics, and Box Tops has a deficit cash balance at the year end.

K.S.A. 79-2935 requires expenditures shall not exceed the total amount of the adopted budget authority for expenditures for any fund for the budget year. The Summer School Fund spend \$1 more than the adopted budget authority for expenditures in order to close the fund.

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



**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - CONTINUED

USD 392 is not aware of any other statutory violations.

NOTE C - DEPOSITS & INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

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

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

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$1,870,471, and the bank balance was \$1,883,380. The difference between the carrying amount and the bank balance is outstanding checks and deposits. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$646,383 was covered by federal depository insurance and \$1,236,997 was collateralized with line of credit and securities held by the pledging financial institutions' agent in the District's name.

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

NOTE D - IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$110,643 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.

NOTE E - INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Professional Development	KSA 72-6428	\$ 3,167
General Fund	Bilingual Education	KSA 72-6428	8,312

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

NOTE E - INTERFUND TRANSFERS - CONTINUED

General Fund	Special Education	KSA 72-6428	523,220
General Fund	Vocational Education	KSA 72-6428	14,893
General Fund	At Risk (4 Yr Old)	KSA 72-6428	16,192
General Fund	At Risk	KSA 72-6428	247,345
Supplemental General Fund	Special Education	KSA 72-6433	14,870
Supplemental General Fund	Vocational Education	KSA 72-6433	5,484
Supplemental General Fund	At Risk	KSA 72-6433	15,627
Summer School Fund	Special Education	KSA 72-5166	21,787

NOTE F – SCHOLARSHIP AND LOAN FUND

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

J. Erle and Mary H. Clark Scholarship – Two separate trust funds were established by gifts from J. Erle and Mary H. Clark estates of \$25,000 each. The terms of the gift instruments establishing these fund provide that the original principal balance shall remain intact and the income from the investments, as defined therein, shall be available for scholarship grants in accordance with the gift instruments. The accompanying financial statements do not include the following investments at June 30, 2020 of the J. Erle and Mary H. Clark Scholarship Funds. The District records annual distributions made from these trust funds as revenue to the Scholarship Fund.

	Shares Owned	Current Market Value	Prior Year Market Value
American Funds Service Company			
Washington Mutual Investors Fund	8,438.376	\$ 367,407	\$ 367,702
Delaware Investments, Inc.			
Delaware Large Cap Value Fund	8,043.138	<u>150,728</u>	<u>164,579</u>
Total Portfolio Value		<u>\$ 518,135</u>	<u>\$ 532,281</u>

NOTE G - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
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NOTE G - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - CONTINUED

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

*Compensated Absences.*

- Classified (non-teachers)
  - Current Leave (Sick) – Cooks, bus drivers, and teacher aides will be given ten (10) days of sick leave per year, accumulated to 40 days. Twelve month employees will receive twelve (12) days per year, accumulative to 60 days. If the employee leaves the employment of the district for any reason, no payment will be made for unused sick leave.
  - Vacation – Full-time classified employees may be granted a paid vacation each year. Twelve month employees will receive two weeks (10 days) paid vacation if they have worked one year from date of employment. Vacation doesn't accumulate, if the employee doesn't use the vacation during the school year, they lose it.
- Certified (teachers)
  - Discretionary Leave – Each full-time teacher shall start each school year with thirteen (13) full days of discretionary leave credit. Part-time teachers shall be credited with discretionary leave in proportion to their contract time. Teachers will maintain a separate balance of accumulated sick leave. Accumulated sick leave shall be used after all discretionary leave has been exhausted. At the end of the school year, unused discretionary leave may be carried forward as accumulated sick leave.
  - Sick Leave – A teacher who is hired after the beginning of the duty year shall receive the standard allotment of sick days less one day for each month or major of a month missed. Likewise, a teacher who leaves the district before the duty year shall forfeit one day of sick leave for each month or major part of a month for months of the contract not served. If the annual allotment of sick leave has been used, the teacher's final pay shall be docked at their daily rate of pay for sick leave not earned. Absences for ½ a day or less shall be charged as ½ of a day. Absences for less than a day but for more than ½ day shall be charged as a full day. Unused sick leave shall be allowed to accumulate to a maximum of 80 days.
  - Compensation for Unused Sick Leave - At the end of the school year, any teacher who has accumulated over eighty (80) days will be reimbursed for each day above (80) days at the rate of \$25 per day. No teacher will be reimbursed for more than thirteen (13) days of paid time off. This will be paid by the end of June of the current school year.
    - When resigning or leaving the district, a teacher shall be compensated for unused sick leave. To be eligible, the teacher must have accumulated seventy (70) days of sick leave and have a minimum of ten (10) years experience in the district. Payment will be \$15 for each day of unused sick leave with a maximum payment of \$1,200.
  - A teacher that is terminated from employment, excluding RIF, will not be eligible for compensation of unused sick leave.
    - When retiring from the district a teacher shall be compensated for unused sick leave. To be eligible, the individual must have a minimum of twenty (20) years experience in the district. Payment will be \$70 for each day of unused sick leave with a maximum payment of \$5,600.

The District has employees eligible for compensated absence pay who have accumulated a total of 396 days of unused sick leave as of and for the year ended June 30, 2020. The estimated liability of unused sick leave at June 30, 2020 is \$5,940.

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

NOTE H - DEFINED BENEFIT PENSION PLAN (KPERS)

Plan Description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603-3869) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rate for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation of 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. Senate 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 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 \$118,365 for the year ended June 30, 2020.

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

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

Net Pension Liability

At June 30, 2020, the District’s proportionate share of the collective net pension liability reported by KPERS was \$2,434,384. 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 with KPERS for the fiscal year ended June 30, 2019. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE I - CLAIMS AND JUDGEMENTS

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

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District continues to carry commercial insurance for these potential risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

NOTE J - RELATED PARTY TRANSACTIONS

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

	<u>2019-2020</u>
City of Osborne Jackie Gourley, a board member, is an employee	\$100,600
Midway Coop, Inc. Shana Guttery, a board member, has an interest in it	25,962
Mille Welding, Inc Jamie Billings, a spouse of a board member, is an employee	16,202
Verizon Lance Schurr, a spouse of a former board member, is an employee	441

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended June 30, 2020**  
**(As Reissued)**

NOTE K – CORONAVIRUS (COVID-19)

On March 11, 2020, the COVID-19 outbreak was declared a global pandemic, which resulted in federal, state, and local governments implementing restrictions and mitigation measures to slow the spread of the virus.

On March 12, 2020 Kansas Governor Laura Kelly issued Executive Order No. 20-07 which required all school buildings or facilities to close and cease in-person instruction until May 29, 2020 or until the statewide State of Disaster Emergency proclamation expired, whichever occurred first.

The duration of these conditions and the ultimate financial effects on the municipality cannot be reasonably estimated at this time.

NOTE L – Long-Term Debt

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

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

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

	FYE 6/30/21	FYE 6/30/22	FYE 6/30/23	FYE 6/30/24	FYE 6/30/25	Total
<b>PRINCIPAL</b>						
General Obligation Bond	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 128,000</u>	<u>\$ 640,000</u>
<b>TOTAL PRINCIPAL</b>	128,000	128,000	128,000	128,000	128,000	640,000
<b>INTEREST</b>						
General Obligation Bond	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL INTEREST</b>	-	-	-	-	-	-
<b>TOTAL PRINCIPAL &amp; INTEREST</b>	<b>\$ 128,000</b>	<b>\$ 128,000</b>	<b>\$ 128,000</b>	<b>\$ 128,000</b>	<b>\$ 128,000</b>	<b>\$ 640,000</b>

NOTE M – SUBSEQUENT EVENTS

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

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED

JUNE 30, 2020

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**(As Reissued)**  
**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For the Year Ended June 30, 2020**

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
<b>GENERAL FUNDS</b>						
General Fund	\$ 2,823,514	\$ (247,529)	\$ 42,678	\$ 2,618,663	\$ 2,596,877	\$ (21,786)
Supplemental General Fund	866,624	(61,013)	-	805,611	805,611	-
Total General Funds	3,690,138	(308,542)	42,678	3,424,274	3,402,488	(21,786)
<b>SPECIAL PURPOSE FUNDS</b>						
Capital Outlay Fund	1,040,000	-	640,000	1,680,000	1,283,886	(396,114)
KPERS Fund	315,255	-	-	315,255	292,695	(22,560)
Summer School Fund	21,786	-	-	21,786	21,787	1
Food Service Fund	245,538	-	-	245,538	245,538	-
Professional Development Fund	10,000	-	-	10,000	4,648	(5,352)
Driver Training Fund	11,500	-	-	11,500	7,409	(4,091)
Special Education Fund	562,649	-	-	562,649	561,690	(959)
Vocational Education Fund	48,087	-	-	48,087	40,213	(7,874)
At Risk Fund	280,716	-	-	280,716	280,716	-
At Risk ( 4 Year Old) Fund	29,786	-	-	29,786	16,192	(13,594)
Bilingual Education	8,312	-	-	8,312	8,312	-
Total Special Purpose Funds	2,573,629	-	640,000	3,213,629	2,763,086	(450,543)
All Funds	\$ 6,263,767	\$ (308,542)	\$ 682,678	\$ 6,637,903	\$ 6,165,574	\$ (472,329)



**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**(As Reissued)**  
**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)**

**GENERAL FUND**

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Mineral Tax	\$ 1,872	\$ 1,514	\$ 1,800	\$ (286)
General State Aid	2,127,467	2,216,031	2,373,802	(157,771)
Special Education Aid	346,754	347,912	447,483	(99,571)
Other Receipts and Reimbursements	<u>9,562</u>	<u>20,892</u>	<u>-</u>	<u>20,892</u>
Total Cash Receipts	<u>2,485,655</u>	<u>2,586,349</u>	<u>2,823,085</u>	<u>(236,736)</u>
Expenditures and Transfers Subject to Legal Max Budget				
Instruction	961,830	789,742	1,076,201	(286,459)
Student Support Services	80,111	105,513	98,898	6,615
Instructional Support Services	30,601	32,212	36,438	(4,226)
General Administration	215,263	177,401	159,366	18,035
School Administration	185,999	210,394	212,209	(1,815)
Operations and Maintenance	275,567	271,809	336,136	(64,327)
Student Transportation	159,444	196,678	183,783	12,895
Operating Transfers	<u>565,688</u>	<u>813,128</u>	<u>720,483</u>	<u>92,645</u>
Total Expenditures and Transfers Subject to Legal Max Budget	2,474,503	2,596,877	2,823,514	(226,637)
Adjustment for Qualifying Budget Credits	-	-	42,678	(42,678)
Adjustment to Comply with Legal Max Budget	<u>-</u>	<u>-</u>	<u>(247,529)</u>	<u>247,529</u>
Legal General Fund Budget	<u>2,474,503</u>	<u>2,596,877</u>	<u>\$ 2,618,663</u>	<u>\$ (21,786)</u>
Receipts Over (Under) Expenditures	11,152	(10,528)		
Unencumbered Cash, Beginning	<u>-</u>	<u>11,087</u>		
Prior Year Cancelled Encumbrances	<u>(65)</u>	<u>121</u>		
Unencumbered Cash, Ending	<u>\$ 11,087</u>	<u>\$ 680</u>		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## 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)

## SUPPLEMENTAL GENERAL FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 621,241	\$ 610,714	\$ 658,137	\$ (47,423)
Delinquent Tax	3,330	7,906	10,144	(2,238)
Motor Vehicle Tax & Truck Tax	48,383	46,096	49,492	(3,396)
RV Tax	1,283	1,244	1,456	(212)
Other Tax	2,469	2,272	2,547	(275)
Supplemental State Aid	166,799	154,275	165,958	(11,683)
Total Cash Receipts	<u>843,505</u>	<u>822,507</u>	<u>887,734</u>	<u>(65,227)</u>
Expenditures and Transfers				
Instructional	607,154	589,043	634,662	(45,619)
Student Support	20,767	25,956	8,000	17,956
Instructional Support	4,329	8,941	22,000	(13,059)
General Administration	12,640	27,075	15,000	12,075
School Administration	49,257	57,609	52,000	5,609
Operations and Maintenance	21,645	38,671	31,000	7,671
Transportation	21,269	22,335	15,000	7,335
Operating Transfers	70,292	35,981	88,962	(52,981)
Total Expenditures and Transfers	<u>807,353</u>	<u>805,611</u>	<u>866,624</u>	<u>(61,013)</u>
Adjustment to Comply with Legal Max Budget	<u>-</u>	<u>-</u>	<u>(61,013)</u>	<u>61,013</u>
Legal Supplemental General Fund Budget	<u>807,353</u>	<u>805,611</u>	<u>\$ 805,611</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	36,152	16,896		
Unencumbered Cash, Beginning	<u>4,208</u>	<u>40,360</u>		
Unencumbered Cash, Ending	<u>\$ 40,360</u>	<u>\$ 57,256</u>		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## 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)

## CAPITAL OUTLAY FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Taxes	\$ 239,885	\$ 247,076	\$ 252,727	\$ (5,651)
Delinquent Tax	1,202	2,863	5,844	(2,981)
Motor Vehicle Tax & Truck Tax	17,578	16,648	27,762	(11,114)
RV Tax	461	455	816	(361)
Other Tax	868	768	1,430	(662)
Other Revenue	941	-	-	-
Bonds	-	640,000	-	640,000
Total Cash Receipts	<u>260,935</u>	<u>907,810</u>	<u>288,579</u>	<u>619,231</u>
Expenditures				
Instructional Support Staff	46,320	81,004	250,000	(168,996)
Transportation Property	19,517	-	-	-
Operations & Maintenance Property	96,573	64,000	90,000	(26,000)
Building Improvements, Engineer & Site	3,738	1,138,882	700,000	438,882
Total Expenditures	<u>166,148</u>	<u>1,283,886</u>	<u>1,040,000</u>	<u>243,886</u>
Adjustment for Qualifying Budget Credits	-	-	640,000	(640,000)
Capital Outlay Budget	<u>166,148</u>	<u>1,283,886</u>	<u>\$ 1,680,000</u>	<u>\$ (396,114)</u>
Receipts Over (Under) Expenditures	94,787	(376,076)		
Unencumbered Cash, Beginning	<u>880,471</u>	<u>975,258</u>		
Unencumbered Cash, Ending	<u>\$ 975,258</u>	<u>\$ 599,182</u>		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## 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)

## DRIVER TRAINING FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State Safety Aid	\$ 1,764	\$ 2,860	\$ 2,860	\$ -
Other Revenue	<u>4,626</u>	<u>2,400</u>	<u>-</u>	<u>2,400</u>
Total Cash Receipts	<u>6,390</u>	<u>5,260</u>	<u>2,860</u>	<u>2,400</u>
Expenditures				
Instruction	-	7,375	10,900	(3,525)
Operations & Maintenance	<u>34</u>	<u>34</u>	<u>600</u>	<u>(566)</u>
Total Expenditures	<u>34</u>	<u>7,409</u>	<u>\$ 11,500</u>	<u>\$ (4,091)</u>
Receipts Over (Under) Expenditures	6,356	(2,149)		
Unencumbered Cash, Beginning	<u>11,496</u>	<u>17,852</u>		
Unencumbered Cash, Ending	<u>\$ 17,852</u>	<u>\$ 15,703</u>		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## 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)

## FOOD SERVICE FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenues				
State Aid	\$ 1,854	\$ 1,876	\$ 1,467	\$ 409
Federal Aid	108,420	136,148	97,324	38,824
Other Revenues				
Charges for Services - Students	77,320	69,407	53,730	15,677
Charges for Services - Other	16,196	20,450	-	20,450
Interest on Idle Funds	119	114	30,000	(29,886)
Reimbursements	151	2,403	-	2,403
Transfer From General Fund	20,000	-	30,000	(30,000)
Total Cash Receipts	<u>224,060</u>	<u>230,398</u>	<u>212,521</u>	<u>17,877</u>
Expenditures				
Food Service Salaries	87,587	109,216	100,038	9,178
Food Service Costs	134,786	136,196	145,000	(8,804)
Operations and Maintenance of Plant	58	126	500	(374)
Total Expenditures	<u>222,431</u>	<u>245,538</u>	<u>\$ 245,538</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	1,629	(15,140)		
Unencumbered Cash, Beginning	<u>41,416</u>	<u>43,045</u>		
Unencumbered Cash, Ending	<u>\$ 43,045</u>	<u>\$ 27,905</u>		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## 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)

## PROFESSIONAL DEVELOPMENT FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenues				
State and Local Aid	\$ 600	\$ 823	\$ 1,250	\$ (427)
Transfer From General Fund	<u>1,058</u>	<u>3,167</u>	<u>10,000</u>	<u>(6,833)</u>
Total Cash Receipts	<u>1,658</u>	<u>3,990</u>	<u>11,250</u>	<u>(7,260)</u>
Expenditures				
Instruction	1,211	2,410	-	2,410
Instruction Support Service	<u>60</u>	<u>2,238</u>	<u>10,000</u>	<u>(7,762)</u>
Total Expenditures	<u>1,271</u>	<u>4,648</u>	<u>\$ 10,000</u>	<u>\$ (5,352)</u>
Receipts Over (Under) Expenditures	387	(658)		
Unencumbered Cash, Beginning	<u>271</u>	<u>658</u>		
Unencumbered Cash, Ending	<u>\$ 658</u>	<u>\$ -</u>		

**UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS**  
**(As Reissued)**  
**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)**

**SPECIAL EDUCATION FUND**

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfer From General Fund	\$ 372,844	\$ 523,220	\$ 447,483	\$ 75,737
Transfer From Supplemental General	4,170	14,870	-	14,870
Transfer From Summer School	-	21,787	-	21,787
Reimbursements	33,472	25,467	-	25,467
Other Local Revenue	5,341	2,246	372,682	(370,436)
	<u>415,827</u>	<u>587,590</u>	<u>820,165</u>	<u>(232,575)</u>
Total Cash Receipts				
Expenditures				
Other Support Services	324	100	500	(400)
Instruction	522,963	543,109	530,894	12,215
Instruction Support	1,360	-	1,400	(1,400)
Student Transportation	29,465	18,481	29,855	(11,374)
	<u>554,112</u>	<u>561,690</u>	<u>\$ 562,649</u>	<u>\$ (959)</u>
Total Expenditures				
Receipts Over (Under) Expenditures	(138,285)	25,900		
Unencumbered Cash, Beginning	<u>211,811</u>	<u>73,526</u>		
Unencumbered Cash, Ending	<u>\$ 73,526</u>	<u>\$ 99,426</u>		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## 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)

## VOCATIONAL EDUCATION FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfer From General	\$ 44,100	\$ 14,893	\$ 25,000	\$ (10,107)
Transfer From Supplemental General	-	5,484	-	5,484
Interest Earned on Idle Funds	7,215	4,584	3,500	1,084
Other Income	1,664	6,046	1,000	5,046
Reserve Fund (Federal Funds) Perkins	800	-	-	-
Total Cash Receipts	<u>53,779</u>	<u>31,007</u>	<u>29,500</u>	<u>1,507</u>
Expenditures				
Instruction	29,913	30,767	38,637	(7,870)
Operations and Maintenance	<u>9,351</u>	<u>9,446</u>	<u>9,450</u>	<u>(4)</u>
Total Expenditures	<u>39,264</u>	<u>40,213</u>	<u>\$ 48,087</u>	<u>\$ (7,874)</u>
Receipts Over (Under) Expenditures	14,515	(9,206)		
Unencumbered Cash, Beginning	<u>11,068</u>	<u>25,583</u>		
Unencumbered Cash, Ending	<u>\$ 25,583</u>	<u>\$ 16,377</u>		



UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

KPERS FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
KPERS Aid	\$ 191,598	\$ 292,695	\$ 315,255	\$ (22,560)
Total Receipts	<u>191,598</u>	<u>292,695</u>	<u>315,255</u>	<u>(22,560)</u>
Expenditures				
KPERS Benefits	<u>191,598</u>	<u>292,695</u>	<u>315,255</u>	<u>(22,560)</u>
Total Expenditures	<u>191,598</u>	<u>292,695</u>	<u>\$ 315,255</u>	<u>\$ (22,560)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With comparative actual totals for the prior year ended June 30, 2019)

SUMMER SCHOOL FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Cash Receipts	\$ -	\$ -	\$ -	\$ -
Total Cash Receipts	-	-	-	-
Expenditures				
Instruction	-	-	21,786	(21,786)
Transfers	-	21,787	-	21,787
Total Expenditures	-	21,787	\$ 21,786	\$ 1
Receipts Over (Under) Expenditures	-	(21,787)		
Unencumbered Cash, Beginning	21,787	21,787		
Unencumbered Cash, Ending	\$ 21,787	\$ -		

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

**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)

## CONTINGENCY RESERVE FUND

	2019 Actual	2020 Actual
Cash Receipts		
Transfer From General	\$ -	\$ -
Total Cash Receipts	<u>-</u>	<u>-</u>
Expenditures	<u>-</u>	<u>32,433</u>
Total Expenditures	<u>-</u>	<u>32,433</u>
Receipts Over (Under) Expenditures	-	(32,433)
Unencumbered Cash, Beginning	<u>239,024</u>	<u>239,024</u>
Unencumbered Cash, Ending	<u>\$ 239,024</u>	<u>\$ 206,591</u>

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

FEDERAL FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget*	
Cash Receipts				
Title I	\$ 53,280	\$ 68,631	\$ 50,000	\$ 18,631
Title II -A	12,541	12,111	12,000	111
Title IV - A	12,452	12,170	12,000	170
Total Cash Receipts	<u>78,273</u>	<u>92,912</u>	<u>74,000</u>	<u>18,912</u>
Expenditures				
Title I	60,021	56,984	50,000	6,984
Title II - A	12,541	12,111	12,000	111
Title IV - A	9,743	12,474	12,000	474
Total Expenditures	<u>82,305</u>	<u>81,569</u>	<u>\$ 74,000</u>	<u>\$ 7,569</u>
Receipts Over (Under) Expenditures	(4,032)	11,343		
Unencumbered Cash, Beginning	<u>6,746</u>	<u>2,709</u>		
Prior Year Cancelled Encumbrance	<u>(5)</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 2,709</u>	<u>\$ 14,052</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

## Regulatory Basis

For the Year Ended June 30, 2020

(With comparative actual totals for the prior year ended June 30, 2019)

## GIFTS AND GRANTS FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget*	
Cash Receipts				
G.A.P.S. Grant	\$ 10,639	\$ 43,909	\$ -	\$ 43,909
Community Foundation Grant	15,180	43,701	-	43,701
Central Kansas Library System	5,919	-	-	-
STEM Grants	28,500	6,000	-	6,000
Sensory Path	-	1,130	-	1,130
State of Kansas - Pre-K Pilot	73,399	58,850	60,000	(1,150)
State of Kansas - Safe & Secure Schools Grant	4,996	-	-	-
Interest Earned on Idle Funds	-	7,104	-	7,104
Other Local	450	-	92,000	(92,000)
Total Cash Receipts	<u>139,083</u>	<u>160,694</u>	<u>152,000</u>	<u>8,694</u>
Expenditures				
Instruction	124,154	72,524	99,181	(26,657)
Instruction Support Staff	-	4,102	7,500	(3,398)
Operations & Maintenance	-	40,000	50,000	(10,000)
State of Kansas - Safe & Secure Schools Grant	4,996	-	-	-
G.A.P.S. Grant	4,311	43,879	-	43,879
Total Expenditures	<u>133,461</u>	<u>160,505</u>	<u>\$ 156,681</u>	<u>\$ 3,824</u>
Receipts Over (Under) Expenditures	5,622	189		
Unencumbered Cash, Beginning	<u>7,037</u>	<u>12,659</u>		
Unencumbered Cash, Ending	<u>\$ 12,659</u>	<u>\$ 12,848</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

## Regulatory Basis

For the Year Ended June 30, 2020

(With comparative actual totals for the prior year ended June 30, 2019)

## AT RISK FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfer From General	\$ 127,686	\$ 247,345	\$ 200,000	\$ 47,345
Transfer From Supplemental General	66,122	15,627	80,650	(65,023)
Total Cash Receipts	<u>193,808</u>	<u>262,972</u>	<u>280,650</u>	<u>(17,678)</u>
Expenditures				
Instruction	<u>193,839</u>	<u>280,716</u>	<u>280,716</u>	<u>-</u>
Total Expenditures	<u>193,839</u>	<u>280,716</u>	<u>\$ 280,716</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(31)	(17,744)		
Unencumbered Cash, Beginning	<u>17,775</u>	<u>17,744</u>		
Unencumbered Cash, Ending	<u>\$ 17,744</u>	<u>\$ -</u>		

\* LAST YEAR, THIS FUND WAS COMBINED WITH AT RISK (4 YEAR OLD)

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

AT RISK (4 YEAR OLD) FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfer From General	\$ -	\$ 16,192	\$ 21,786	\$ (5,594)
Federal Funds	-	-	8,000	(8,000)
Total Cash Receipts	-	16,192	29,786	(13,594)
Expenditures				
Instruction	-	16,192	29,786	(13,594)
Total Expenditures	-	16,192	\$ 29,786	\$ (13,594)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

\* LAST YEAR THIS FUND WAS COMBINED WITH AT RISK

UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

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)

BILINGUAL EDUCATION FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfer From General	\$ -	\$ 8,312	\$ -	\$ 8,312
Transfer From Supplemental General	-	-	8,312	(8,312)
Total Cash Receipts	-	8,312	8,312	-
Expenditures				
Instruction	-	8,312	8,312	-
Total Expenditures	-	8,312	\$ 8,312	\$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		



## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For the Year Ended June 30, 2020**  
 (With comparative actual totals for the prior year ended June 30, 2019)

**TEXTBOOK & STUDENT MATERIAL FUND**

	2019 Actual	2020 Actual
Cash Receipts		
Book Rental Fees	\$ 7,981	\$ 7,919
Total Cash Receipts	<u>7,981</u>	<u>7,919</u>
Expenditures		
Textbooks Purchases	<u>5,313</u>	<u>1,547</u>
Total Expenditures	<u>5,313</u>	<u>1,547</u>
Receipts Over (Under) Expenditures	2,668	6,372
Unencumbered Cash, Beginning	<u>8,983</u>	<u>11,651</u>
Unencumbered Cash, Ending	<u>\$ 11,651</u>	<u>\$ 18,023</u>

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH**  
**Regulatory Basis**  
**For the Year Ended June 30, 2019**

**SCHOLARSHIP FUND**

	Beginning Cash	Donations	Scholarship	Ending Cash
J. Erie & Mary H. Clark	\$ 29,905	\$ -	\$ 25,150	\$ 4,755
Osborne Cattlemen's Assoc.	2	-	-	2
L. Mock	53,452	1,600	800	54,252
Frost	5,000	6,000	-	11,000
M. Watson	30,827	1,500	1,500	30,827
Rita Lehmkuhl	2,153	-	300	1,853
Community Marketplace	-	1,000	1,000	-
OHS Class of 1947	3,000	-	-	3,000
<b>Total Scholarship Fund</b>	<b>\$ 124,339</b>	<b>\$ 10,100</b>	<b>\$ 28,750</b>	<b>\$ 105,689</b>

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH**  
**Regulatory Basis**  
**For the Year Ended June 30, 2019**

**LOAN FUND**

	Beginning Cash	Donations	Loan	Ending Cash
Anis/Anonymous	\$ 566	\$ -	\$ -	\$ 566
Ray and Mona Elliot	2,500	-	500	2,000
Gregory Memorial	1,660	250	-	1,910
Woodie Hilsinger	322	-	-	322
J. Dean Lerew	4,208	-	400	3,808
Randy Phalen Memorial	2,163	-	400	1,763
Jennie Beisner Chesney	4,346	400	200	4,546
Ruby Swander	27,382	500	1,000	26,882
Darrel Chandler	-	-	-	-
Sollenberger	17,948	7,895	9,832	16,011
 Total Loan Fund	 \$ 61,095	 \$ 9,045	 \$ 12,332	 \$ 57,808

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## SUMMARY OF RECEIPTS AND DISBURSEMENTS

## Regulatory Basis

For the Year Ended June 30, 2020

AGENCY FUNDS  
STUDENT ORGANIZATIONS

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School:				
Art Club	\$ 626	\$ 1,089	\$ 416	\$ 1,299
Band and Music Club	773	2,578	2,063	1,288
Cheerleaders	6,695	11,051	9,816	7,930
Class of 2020	3,175	100	1,714	1,561
Class of 2021	-	22,079	16,120	5,959
Class of 2022	-	-	-	-
Class of 2023	-	85	-	85
Winter Concessions	-	8,540	8,540	-
FACS	488	625	323	790
FCCLA	15,444	15,563	17,039	13,968
Forensics	552	-	55	497
Kays	5,579	3,733	3,193	6,119
Scholar Bowl	773	595	545	823
National Honor Society	252	127	-	379
Football Club	1,290	3,235	1,012	3,513
Vocal Club	78	2,128	1,428	778
Video Club	356	15	-	371
Yearbook/Media	4,114	6,506	10,205	415
Student Council	289	2,573	2,419	443
Interest	-	53	-	53
Text Books	-	3,946	3,946	-
Total High School	40,484	84,621	78,834	46,271
Junior High:				
Cheerleading	1,258	1,810	1,425	1,643
Scholar Bowl	231	120	114	237
Total Junior High	1,489	1,930	1,539	1,880
Elementary School:				
Book Rental	-	5,840	6,170	(330)
Music Club	2	-	-	2
Student Council	693	9,778	7,270	3,201
Total Elementary School	695	15,618	13,440	2,873
Sales Tax				
Tax	-	5,503	5,503	-
Total Sales Tax	-	5,503	5,503	-
Total Student Organization Funds	<u>\$ 42,668</u>	<u>\$ 107,672</u>	<u>\$ 99,316</u>	<u>\$ 51,024</u>

## UNIFIED SCHOOL DISTRICT NO. 392, OSBORNE, KANSAS

## SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH

## Regulatory Basis

For the Year Ended June 30, 2020

## DISTRICT ACTIVITY FUNDS

Funds	Beginning Cash Balance	Receipts	Expenditures	Ending Cash Balance
Fees and User Charges				
Industrial Arts	\$ 2,072	\$ 801	\$ 1,575	\$ 1,298
Total Fees and User Charges	2,072	801	1,575	1,298
Athletics Gate Receipts:				
High School:				
Athletics	18,934	26,122	29,954	15,102
Junior High				
Athletics	2,780	-	695	2,085
Elementary School				
Athletics	-	160	170	(10)
Total Athletics Gate Receipts	21,714	26,122	30,649	17,187
School Projects:				
High School:				
Project Prom	590	-	590	-
Project Fund	1,274	5,563	5,284	1,553
Grade School:				
PTO	(104)	137	72	(39)
Box Top Project	801	407	27	1,181
Library Project	585	3,819	3,826	578
Total School Projects	3,146	9,926	9,799	3,273
Total District Activity Funds	\$ 26,932	\$ 36,849	\$ 42,023	\$ 21,758