

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2019

EDW. B. STEPHENSON & CO., CPAs CHARTERED

Certified Public Accountants

1002 Main

Winfield, Kansas 67156

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS

FOR THE YEAR ENDED JUNE 30, 2019

BOARD OF EDUCATION

Jon Oak — President

Lori Barnes

Rhoda MacLaughlin-Ramirez

Evelyn Shoup

Marty Moulton

Lance Niles

Mike Munson

ADMINISTRATION

Dr. Ron Ballard — Superintendent

Dr. Peg Dokken-Opat — Assistant Superintendent of Curriculum/Instruction

Jeri Crumbliss — Director of Business and Operations

Vicki Webb — Administrative Assistant

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

TABLE OF CONTENTS

FINANCIAL SECTION

Independent Auditors' Report	1
STATEMENT -1- Summary Statement of Receipts, Expenditures and Unencumbered Cash - Regulatory Basis	5
Notes to the Financial Statement	7

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE -1- Summary of Expenditures - Actual and Budget - Regulatory Basis	23
SCHEDULE -2- Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis	
General Fund	24
Supplemental General Fund	26
4 Year Old At Risk Fund	27
At Risk Fund	28
Bilingual Education Fund	29
Capital Outlay Fund	30
Driver Training Fund	31
Food Service Fund	32
Professional Development Fund	33
Summer School Fund	34
Special Education Fund	35
Vocational Education Fund	36
Gifts and Grants	37
KPERs Special Retirement Contribution Fund	38
Arkansas City Recreation Commission Fund	39
Arkansas City Recreation Commission Employee Benefits Fund	40
Schedule of Receipts and Expenditures - Regulatory Basis	
Contingency Reserve Fund	41
Textbook and Student Materials Revolving Fund	42
County Alcohol Tax Fund	43
Title I - Grant Fund	44
Carl Perkins Fund	45
Title I - Migrant Fund	46
Title III - English Language Fund	47
Head Start Fund	48
Title 11(A) - Teacher Quality Fund	49

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

TABLE OF CONTENTS

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)

SCHEDULE -2- Schedule of Receipts and Expenditures (continued)

Title IV(A) 50

Rural Schools Fund 51

Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis

Bond and Interest Fund 52

Schedule of Receipts and Expenditures - Regulatory Basis

Endowment Fund 53

Activity Memorial Fund 54

SCHEDULE -3- Schedule of Receipts and Disbursements -

Student Organization Funds - Agency Funds - Regulatory Basis 55

SCHEDULE -4- Schedule of Receipts, Expenditures and Unencumbered Cash -

District Activity Funds - Regulatory Basis 58

APPENDICES - FEDERAL COMPLIANCE SECTION

APPENDIX -A- Independent Auditors Report on Internal Control Over Financial Reporting and on
Compliance and Other Matters Based on an Audit of the Financial Statements
Performed in Accordance with *Government Auditing Standards* 60

APPENDIX -B- Independent Auditors' Report on Compliance for Each Major Program and on Internal
Control Over Compliance Required by the Uniform Guidance 62

APPENDIX -C- Schedule of Expenditures of Federal Awards 64

Notes to the Schedule of Expenditures of Federal Awards 65

APPENDIX -D- Schedule of Findings and Questioned Costs 66

APPENDIX -E- Summary Schedule of Prior Audit Findings 68

FINANCIAL SECTION

**EDW. B
STEPHENSON
& CO., CPAs
CHARTERED**

— — — —

EDW. B. STEPHENSON
(1905-1985)

JAMES R. DOBBS
(1927-1997)

HARRY L. SHETLAR, JR.
(1931-2000)

MORRIS W. JARVIS
(1935-1999)

N. DEAN BRADBURY
(1936-2005)

LOREN L. PONTIOUS
(Retired)

SHAREHOLDERS

MAURICE P. ROBERTS, CPA

AARON R. IVERSON, CPA

ACCOUNTANTS

HEIDI M. HUENERGARDT, CPA

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 470
Arkansas City, Kansas 67005

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 470, Arkansas City, Kansas, as of and for the year ended June 30, 2019 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with *the Kansas Municipal Audit and Accounting Guide* as described in Note I; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and applicable provisions of 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 District'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.

Opinions*Basis for Adverse Opinion on US. Generally Accepted Accounting Principles*

As described in Note I to the financial statement, the financial statement is prepared by the District on the basis of 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 regulatory basis of accounting described in Note I and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on US. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 470, Arkansas City, Kansas, as of June 30, 2019, or the changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion of Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 470, Arkansas City, Kansas, as of June 30, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with financial reporting provisions of the *Kansas Municipal' Audit and Accounting Guide* described Note I.

Other Matters*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedules of regulatory basis receipts and expenditures-agency funds, 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 2019 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 2019 basic financial statement or 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 information is

fairly stated in all material respects in relation to the 2019 basic financial statement as a whole, on the basis of accounting described in Note I.

Prior Year Comparative Analysis

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District, as of and for the year ended June 30, 2018 (not presented herein) and have issued our report thereon dated January 7, 2019, which contained an unmodified opinion on the basic financial statement. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year June 30, 2019 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2018 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 2018 basic financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 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 2018 basic financial statement, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 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, 2018, on the basis of accounting described in Note I.

Other Information

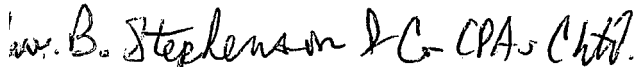
Our audit was conducted for the purpose of forming an opinion on the financial statement of Unified School District 470, Arkansas City, KS. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statement.

The schedule of expenditures of federal awards is the responsibility of management and was derived and relates directly to the underlying accounting and other records used to prepare the basic financial statement. Such information has been subjected to the auditing procedures applied in the audit of the 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 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statement taken as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards* we have also issued our report dated

December 16, 2019, on our consideration of Unified School District No. 470, Arkansas City, Kansas internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Edw. B. Stephenson & Co., CPAs Chartered

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	-		\$ 20,509,592	\$ 20,509,592	\$	\$ 62,430	\$ 62,430
Supplemental General	314		6,496,654	6,496,968		52,645	52,645
Special Purpose Funds:							
4 Year Old At-Risk	-		172,000	172,000			
At Risk			3,712,464	3,712,464		1,461	1,461
Bilingual Education			217,289	217,289			
Capital Outlay	1,589,589		1,559,698	1,489,717	1,659,570	321,692	1,981,262
Driver Training	24,982		10,533	11,312	24,203		24,203
Food Service	489,612		1,710,131	1,579,874	619,869		619,869
Professional Development	85,272		86,765	47,036	125,001	5,030	130,031
Summer School	57,068				57,068		57,068
Special Education	413,203		4,465,878	4,173,506	705,575		705,575
Vocational Education	60,000		581,259	512,245	129,014		129,014
Gifts and Grants			52,772	52,759	13		13
KPERS Special Retirement Contribution	-		1,792,526	1,792,526			
Arkansas City Recreation Commission			548,525	544,000	4,525		4,525
Arkansas City Recreation Commission Employee Benefits	10,392		176,182	184,000	2,574		2,574
Contingency Reserve	500,962		91,558	265,780	326,740		326,740
Textbook and Student Materials Revolving	371,156		46,548	59,004	358,700	19,733	378,433
Title I Grant			737,579	737,579		37,190	37,190
Carl Perkins			32,157	32,157			
Title I Migrant			8,841	8,841			
Title III - English Language			41,899	41,899			
Head Start Program	(75,040)		1,422,545	1,381,884	(34,379)	34,629	250
Title II(A) - Teacher Quality			148,443	148,443			
Title IV(A)			41,241	41,241			
Rural Schools			39,224	39,224			
High School Activities	106,748		313,381	343,457	76,672		76,672
High School Athletics	298		142,139	140,357	2,080		2,080
School Projects	1,447		58	136	1,369		1,369
Sub Total	\$ 3,636,003		\$ 45,157,881	\$ 44,735,290	\$ 4,058,594	\$ 534,810	\$ 4,593,404

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Bond and Interest Funds:							
Bond and Interest	\$ 3,044,670		\$ 3,373,010	\$ 2,471,741	\$ 3,945,939	\$	\$ 3,945,939
Expendable Trusts:							
Endowment Fund	38,966		7,152	8,474	37,644		37,644
Activity Memorial	36,270		5,488	9,348	32,410		32,410
Non-expendable Trust:							
Endowment Fund	19,500				19,500		19,500
Total Municipal Reporting Entity (Excluding Agency Funds)	\$ 6,775,409		\$ 48,543,531	\$ 47,224,853	\$ 8,094,087	\$ 534,810	\$ 8,628,897

cs Composition of Cash:

Checking Accounts	
Union State Bank	
Operating account	\$ 9,274,899
Warrant clearing	(4,202)
Payroll clearing	(1,221,540)
Head start operating	
Endowment fund	57,309
Central office petty cash	1,000
Elementary school petty cash	1,750
Head start petty cash	250
Middle school activity fund	38,771
High school activity fund	159,691
Payroll benefit	
Investments	
Kansas State Investment Pool	405,151
RCB Bank CD	74,036
Total Cash	\$ 8,787,115
Less: Agency Funds per Statement -3-	(158,218)
Total Municipal Reporting Entity (Excluding Agency Funds)	\$ 8,628,897

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

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. MUNICIPAL REPORTING ENTITY

Unified School District No. 470 (the District), located in Arkansas City, Kansas, was created in 1871 and has an area within the District of approximately 200 square miles, with an enrollment of approximately 2,650 FTE students. The District is operated by a seven-member Board, elected by the public at large within the District, and referred to as the Board of Education (the Board).

1. Related Municipal Entity

The District, for financial purposes includes all funds and account groups relevant to the operations of the Unified School District No. 470. This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

The Arkansas City Recreation Commission

The District's Recreation Commission oversees recreational activities. The Recreation Commission operates a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift. This related municipal entity has had an audit of their financial statement completed separately. Copies can be obtained by contacting the management at the following address:

Arkansas City Recreation Commission
225 E Fifth Ave, Arkansas City, Kansas 67005

B. BASIS OF PRESENTATION — REGULATORY BASIS FUND TYPES

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

The following types of funds comprise the financial activities of the District for the year ended June 30, 2019:

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

1. General Fund — the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.
2. Special Purpose Fund — used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.
3. 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.
4. Capital Project Fund — used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.
5. 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.).
6. 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, etc.).

C. 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 encumbrances obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for, the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. 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), 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 the 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 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 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.

Adjustment to Comply with Legal Max — Unified school districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the "Legal Max" budget. The Kansas State Department of Education calculates the "Legal Max" budget using enrollment figures. The District's budgeted expenditures are limited to the lower of the published budget or the "Legal Max" budget.

Adjustment for Qualifying Budget Credits - Districts may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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 capital project funds, trust funds, and the following special purpose funds: Contingency Reserve, Textbook and Student Materials Revolving, County Alcohol Tax, Title I Grant, Carl Perkins, Title I Migrant, Title III English Language, 21st Century, Title VII Native Americans, Head Start, Title II(A) Teacher Quality, Title IVA, and Rural Schools.

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.

B. COMPLIANCE WITH KANSAS STATUTES

As shown in Schedule -1-, the District had no expenditures in excess of the budgeted amounts in the current year. There are no violations of K.S.A. 79-2935.

C. OTHER LEGAL AND COMPLIANCE VIOLATIONS

The Commission is not aware of any finance-related legal and contractual provision violations.

D. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the 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 in 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.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

The District's allocation of investments as of June 30, 2019, is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
Certificates of Deposit	15.69%
Kansas State Investment Pool	84.31%

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 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, 2019.

At June 30, 2019, the District's carrying amount of deposits was \$8,389,394 and the bank balance was \$9,060,187. The difference between carrying amount and bank balance is outstanding checks and deposits in transit. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$326,540 was covered by federal depository insurance and the remaining balance of \$8,733,647 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 failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At June 30, 2019, the District had invested \$405,150.76 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investments Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations 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. At the direction of the Board, the interest earnings on deposits and investments during the current fiscal year were credited to the Capital Outlay, Bond and Interest, and Endowment funds.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

E. DEFICIT FUND BALANCES

The following fund has a deficit fund balance as of June 30, 2019:
Head Start \$34,379

This is all a result of the grant monies being received on a reimbursement basis. The cash needed to reimburse the funds will be collected in the next fiscal year and does not result in any violations of Kansas Statutes.

III. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$1,335,845 subsequent to June 30, 2019 and as required by K.S.A. 72-7417(d) and K.S.A. 72-6434(d) the receipt was recorded as an in-substance receipt in-transit and included as a receipt for the year ended June 30, 2019.

IV. OTHER RECEIVABLES

A. Operating Leases Receivable

During the year, the District had leases of District and other property to others. The District does not record the cost and carrying amount of District land, buildings, and equipment. The District also does not calculate or record depreciation on the District's facilities. Therefore, the District is not able to identify the cost and carrying amount of property on lease or held for lease by major class and the amount of accumulated depreciation for that property as of the date of the latest balance sheet.

The District also at various times rents other District facilities for short term use or single events for minor amounts. These rentals are not material to the financial statements.

VI. OPERATING LEASES

The District leases various assets under noncancelable leasing arrangements. Leases which constitute rental agreements are classified as "operating" leases. Leases which are, in substance, purchases, are classified as "capital" leases.

A. Operating Leases

The District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property right or lease obligations and, therefore, the expenditures will be recognized when the lease payments are made. The following schedule shows the composition of total rental expenditures for all operating leases except those with terms of a month or less that were not renewed:

	Year Ending 2019
Minimum Rentals	
Copiers	36,468.00

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

B. Capitalized Leases

The District has no capitalized leases.

VII. LONG-TERM DEBT

The District has seven series of General Obligation Refunding and Improvement Bonds outstanding at June 30, 2019, issued through the State of Kansas and payable through the receipts of tax collections for that purpose.

Principal payments are due annually for general obligation bonds on September 1. Interest payments are due semi-annually on March 1 and September 1.

On December 27, 2012, the District issued a General Obligation Refunding Bond Series 2012 in the principal amount of \$8,960,000 with interest rates ranging from 2.45% to 4.75%. This bond will refund \$8,275,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2020 to 2027. The redemption date is September 1, 2019, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$360,406.26.

On April 19, 2013, the District issued a General Obligation Refunding Bond Series 2013 in the principal amount of \$9,555,000 with interest rates ranging from 2.49% to 4.60%. This bond will refund \$8,800,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2026 to 2029. The redemption date is September 1, 2019, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$383,760.56.

On July 24, 2014, the District issued a General Obligation Refunding Bond Series 2014 in the principal amount of \$9,300,000 with interest rates ranging from 2.00% to 4.00%. This bond will refund \$9,015,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2020 to 2025. The redemption date is September 1, 2018, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$336,628.97.

On April 30, 2015, the District issued a General Obligation Refunding Bond Series 2015 in the principal amount of \$8,135,000 with interest rates ranging from 2.00% to 4.00%. This bond will refund \$8,150,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2019 to 2023. The redemption date is September 1, 2018, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$408,724.81.

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENT

FOR THE YEAR ENDED JUNE 30, 2019

The Long-Term Debt Issues of USD No. 470 are as follows:

	Interest Rate	Date of Issue	Date of Final Maturity	Amount of Issue	Beginning	Additions	Payments/ Reductions	Balance at End of Year	Interest Paid
General Obligation Bonds:									
Series 2008A	4.50- 4.75%	7/1/2008	9/1/2028	\$ 35,835,000	\$ 840,000	\$	\$ 840,000	\$	\$ 1,392,041
Series 2009-Refunding	3.00- 4.00%	12/15/2009	9/1/2018	7,035,000	235,000		235,000		4,700
Series 2012-Refunding	2.45-4.75%	12/27/2012	9/1/2027	8,960,000	8,960,000			8,960,000	261,450
Series 2013-Refunding	2.49- 4.60%	4/19/2013	9/1/2028	9,555,000	9,555,000			9,555,000	259,363
Series 2014-Refunding	2.00- 4.00%	7/24/2014	9/1/2025	9,300,000	9,300,000			9,300,000	295,881
Series 2015-Refunding	2.00-4.00%	4/30/2015	9/1/2023	8,135,000	8,135,000			8,135,000	267,550
Total General Obligation Bonds					<u>\$ 37,025,000</u>	<u>\$</u>	<u>\$ 1,075,000</u>	<u>\$ 35,950,000</u>	<u>\$ 2,480,984</u>
Capital Leases									
Leaf- Copiers and Printers	3.00%	6/5/2015	6/5/2020	134,377	\$ 60,802	\$	\$ 27,596	\$ 33,206	\$ 1,467
Ricoh - Copiers	9.16%	6/27/2016	6/30/2021	25,000	13,637		6,508	7,129	980
Total Capital Leases					<u>\$ 74,439</u>	<u>\$</u>	<u>\$ 34,104</u>	<u>\$ 40,335</u>	<u>\$ 2,447</u>
Compensated Absences					<u>\$ 146,151</u>	<u>\$ 34,804</u>	<u>\$</u>	<u>\$ 180,955</u>	<u>\$</u>
Total Long-Term Debt					<u>\$ 37,245,590</u>	<u>\$ 34,804</u>	<u>\$ 1,109,104</u>	<u>\$ 36,171,290</u>	<u>\$ 2,483,432</u>

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

The Debt service requirements of USD No. 470 at June 30, 2019 are as follows:

	2020	2021	2022	2023	2024	2025-2029	2030-2034	Total
Principal:								
General Obligation Bonds								
Series 2008A	\$	\$	\$	\$	\$	\$	\$	\$
Series 2009 Refunding		-	-	-	-	-		-
Series 2012 Refunding	80,000	80,000	80,000	80,000	85,000	8,555,000		8,960,000
Series 2013 Refunding	135,000	140,000	140,000	145,000	145,000	8,850,000		9,555,000
Series 2014 Refunding	125,000	2,365,000	2,710,000	180,000		3,920,000		9,300,000
Series 2015 Refunding	2,035,000	-	-	2,850,000	3,250,000	-		8,135,000
Total General Obligation Bonds	\$ 2,375,000	\$ 2,585,000	\$ 2,930,000	\$ 3,255,000	\$ 3,480,000	\$ 21,325,000	\$	\$ 35,950,000
Capital Leases								
Leaf-Copiers and Printer	\$ 28,389	\$ 4,816	\$	\$	\$	\$	\$	\$ 33,206
Ricoh - Copiers	7,129							7,129
Total. Capital Leases	\$ 35,518	\$ 4,816	\$					\$ 40,335
Total Principal	\$ 2,410,518	\$ 2,589,816	\$ 2,930,000	\$ 3,255,000	\$ 3,480,000	\$ 21,325,000	\$	\$ 35,990,335
Interest:								
General Obligation Bonds								
Series 2008A	\$	\$		\$	\$	\$	\$	\$
Series 2009 Refunding	-							
Series 2012 Refunding	260,900	259,800	258,600	257,300	255,800	700,525		1,992,925
Series 2013 Refunding	253,012	255,262	252,462	249,612	246,712	848,143		2,105,203
Series 2014 Refunding	294,632	257,907	170,732	117,119	115,206	65,853		1,021,449
Series 2015 Refunding	237,025	206,500	206,500	155,750	52,500			858,275
Total General Obligation Bonds	\$ 1,045,569	\$ 979,469	\$ 888,294	\$ 779,781	\$ 670,218	\$ 1,614,521	\$	\$ 5,977,852
Capital Leases								
Leaf- Copiers and Printer	\$ 591	\$ 14	\$		\$	\$	\$	\$ 604
Ricoh - Copiers	359							359
Total Capital Leases	\$ 949	\$ 14	\$	\$		\$	\$	\$ 963
Total Interest	\$ 1,046,518	\$ 979,483	\$ 888,294	\$ 779,781	670,218	\$ 1,614,521	\$	\$ 5,978,815
Total Principal and Interest	\$ 3,457,037	\$ 3,569,299	\$ 3,818,294	\$ 4,034,781	\$ 4,150,218	\$ 22,939,521	\$	\$ 41,969,150

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

VIII. THER LONG-TERM OBLIGATIONS FROM OPERATIONS

A. 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.

B. Consolidated Omnibus Budget Reconciliation Act (COBRA)

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

C. Paid Leave

Certified Employees - The District grants each full time teacher twelve paid leave days per year accumulative to ninety days. Half-time teachers will be granted the same number of one-half days of paid leave as full time teachers are granted full days of paid leave. Teachers working other than full time or half-time shall be granted a prorated number of paid leave days. If a teacher is on extended contract they will be granted one additional day of paid leave for each month beyond the regular nine month contract. All leave days per contract year may be used for either personal or paid leave. At the end of each contracted school year, the full-time teacher who has an accumulated paid leave in excess of seventy-eight days shall receive \$100.00 per day for each unused day of paid leave accumulated. At the time of retirement, a teacher shall be compensated for all days of unused accumulated paid leave at the rate of \$100.00 per day. At June 30, 2019 earned but unpaid accumulated leave including the accrued payroll taxes amounted to \$180,955.

Classified Employees - The District grants various positions paid leave days at the rate of 1 day per month. Twelve-month employees receive twelve days per year, and other full time employees receive nine days per year. No paid leave days will be paid upon termination or retirement for classified employees.

D. Vacation

Classified Employees - The District grants twelve-month employees two weeks paid vacation. Vacation pay is figured on a forty hour week, unless the employee's work week is less than forty hours in which case it will be figured on the average hours worked. After eight or more consecutive years employed by the District, three weeks paid vacation will be granted. No vacation days will be carried forward beyond June 30 of the year following the one in which the vacation days were accrued. No vacation days will be paid upon termination or retirement.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

E. Early Retirement

The District provides an early retirement/phase-out option plan to administrators and certified staff. A teacher is eligible for the phase-out option if such employee was employed as a full time teacher in a certified position by the District during the 2018-19 contract year. A certified employee is eligible for early retirement if such employee is not more than the age to receive full social security benefits the year that early retirement benefits would begin, will simultaneously be drawing retirement benefits from KPERS, and meets one of the three sets of requirements listed below:

1. Has twenty or more years of service with the District and has accumulated eighty-five service points as defined by the Kansas Public Employees' Retirement System. The benefits will not exceed six payments.
2. Is fifty-five years of age inclusive on July 1 of the year that early retirement benefits would begin, has at least ten years of experience with the District, and has accumulated eighty-five service points as defined by the Kansas Public Employees' Retirement System. The benefits will not exceed six payments.
3. Is sixty years of age inclusive on July 1 of the year that early retirement benefits would begin, has ten or more years of service with the District and was on contract prior to the 2008-09 school year.

The early retirement benefits paid to an eligible employee are as follows:

1. An eligible employee with twenty or more years of service to the District will receive an annual stipend of \$5,000 through the school year in which he/she, qualifies for full social security benefits. Stipend will be deposited in a District provided 403(b) tax-sheltered account. This benefit shall not exceed six annual payments.
2. An eligible employee age fifty-five inclusive with at least fifteen years of service to the District will receive an annual stipend of \$4,000 through the school year in which he/she qualifies for full social security benefits. Stipend will be deposited in a District provided 403(b) tax-sheltered account. This benefit shall not exceed six annual payments.
3. An eligible employee age fifty-five inclusive with at least ten years of service to the District will receive an annual stipend of \$3,000 through the school year in which he/she qualifies for full social security benefits. Stipend will be deposited in a District provided 403(b) tax-sheltered account. This benefit shall not exceed six annual payments. The District recorded expenditures for early retirement benefits of \$166,277 for the year ended June 30, 2019 and \$325,641 for the year ended June 30, 2018.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

IX. Defined Benefit Pension Plan

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

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

State law provides that the employer contribution rates for KPERs 1, KPERs 2 and KPERs 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 16.38% and 12.01%, respectively for the fiscal year ended June 30, 2018. The actuarially determined employer contribution rate and the statutory contribution rate was 14.59% and 12.21% for the fiscal year ended June 30, 2019.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERs were decreased by \$64,130,234 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 was computed to be \$6.4 million dollars per year. The first year payment of \$6.4 million was received in July 2017.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERs were decreased by \$194,022,683 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 a year.

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

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contribution are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The 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 \$1,792,526 for the year ended June 30, 2019.

Net Pension Liability.

At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$23,925,470. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. 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, 2018. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

X. ACCOUNTS PAYABLE AND ENCUMBRANCES

As explained previously, the District uses the regulatory basis of accounting for expenditures, which calls for the recognition of encumbrances and accounts payable, without distinction. Both are charged to expenditures as incurred, and are shown as liabilities of each fund. The amounts of those debts on June 30, 2019, are as follows:

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

Fund	Amount
General Fund	\$ 62,430
Supplemental General	52,645
Capital Outlay	321,692
At Risk	1,461
Inservice Education	5,030
Textbook	19,733
Title I 18 - 19	37,190
Head Start	34,629
Total	<u>\$ 534,810</u>

XI. CAPITAL PROJECTS

As of 6/30/19, the District has no major capital projects in process.

XII. INTERFUND TRANSFERS

The following is a summary of transfers between funds for the year ended June 30, 2019:

From Fund	To Fund	Regulatory Authority	Amount
General	4 yr At Risk	K.S.A 72-6478	\$ 72,000
General	At Risk	K.S.A 72-6478	1,582,212
General	Bilingual Education	K.S.A 72-6478	80,000
General	Food Service	K.S.A 72-6478	1,016
General	Special Education	K.S.A 72-6478	3,788,345
General	Vocational Education	K.S.A 72-6478	144,014
Supplemental General	4 yr At Risk	K.S.A 72-6478	100,000
Supplemental General	At Risk	K.S.A 72-6478	2,130,252
Supplemental General	Bilingual Education	K.S.A 72-6478	137,289
Supplemental General	Special Education	K.S.A 72-6478	677,533
Supplemental General	Vocational Education	K.S.A 72-6478	437,245
Supplemental General	Textbook	K.S.A 72-6478	20,000
Supplemental General	Contingency Reserve	K.S.A 72-6478	91,558
Supplemental General	Inservice	K.S.A 72-6478	84,225
Contingency Reserve	Supplemental General	K.S.A 72-6478	204,052
			<u>\$ 9,549,741</u>

XIII. UNENCUMBERED CASH BALANCE

Unencumbered Cash Balances represent the Treasurer's Cash Balances for each fund, less any outstanding Accounts Payable or Encumbrances, at June 30, 2019. Unencumbered Cash Balances on July 1, 2018 were carried forward from the prior year.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

XIV. CONTINGENCIES

A. GRANT PROGRAMS

The District participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. The District believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the District.

B. RISK MANAGEMENT

The District is exposed to various risks of loss related to property loss; torts; theft of; damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The District has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2018 to 2019 and there were no settlements that exceeded insurance coverage in the past three 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 management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

XV. COMPARATIVE DATA FOR JUNE 30, 2018

The amounts shown for June 30, 2018 in the accompanying financial statements are included only to provide a basis for comparison with June 30, 2019, and are not intended to present all information necessary for a fair presentation in accordance with the basis of accounting as described in Note I.C. Certain amounts for June 30, 2018 may have been reclassified to conform with the presentation of similar amounts for June 30, 2019.

XVI. OTHER INFORMATION

A. Reimbursed Expenses

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

B. Ad Valorem Tax Revenue

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2019

The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20th and distributed to the District by January 20th to finance a portion of the current year's budget. The second half is due May 10th and distributed to the District by June 5th. The District Treasurer draws available funds from the County Treasurer at designated times throughout the year.

C. Use of Estimates

The preparation of the financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the amounts reported in the financial statement and accompanying notes. Actual results may differ from those estimates.

XVII. SUBSEQUENT EVENTS

The District approved the purchase of 2304 N. 15th Street for \$165,000 in August 2019.

The District approved the purchase of the TeleComp Computer Services, Inc. telephone system for \$210,616.78 in October 2019.

The District was authorized to purchase property at 2410 N. 15th Street for \$107,000 in October 2019.

REGULATORY-REQUIRED SUPPLEMENTARY
INFORMATION

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Funds:						
General	21,268,573	\$ (960,033)	\$ 201,052	\$ 20,509,592	\$ 20,509,592	\$
Supplemental General	6,796,462	(299,494)		6,496,968	6,496,968	
Special Purpose Funds:						
4 Year Old At-Risk	172,000			172,000	172,000	
At Risk	3,712,464			3,712,464	3,712,464	-
Bilingual Education	217,289			217,289	217,289	-
Capital Outlay	2,001,950			2,001,950	1,489,717	(512,233)
Driver Training	13,676			13,676	11,312	(2,364)
Food Service	1,633,106			1,633,106	1,579,874	(53,232)
Professional Development	51,660			51,660	47,036	(4,624)
Summer School	13,150			13,150		(13,150)
Special Education	4,456,780			4,456,780	4,173,506	(283,274)
Vocational Education	512,245			512,245	512,245	
Gifts and Grants	52,759			52,759	52,759	
KPERS Special Retirement Contribution	2,746,941			2,746,941	1,792,526	(954,415)
Arkansas City Recreation Commission	544,000			544,000	544,000	
Arkansas City Recreation Commission Employee Benefits	184,000			184,000	184,000	
Bond and Interest Funds:						
Bond and Interest	2,471,741			2,471,741	2,471,741	

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	GENERAL FUND			
	Prior Year Actual	Actual	Current Year Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue:				
Interest on Idle Funds	\$	\$		\$ -
Reimbursements	201,503	154,588		154,588
User Charges and Fines	31,065	46,464	-	46,464
State Aid:				
General State Aid	16,856,941	17,272,521	17,765,867	(493,346)
Mineral Production Tax	3,169	4,429	1,725	2,704
Special Education Services Aid	2,762,079	3,031,590	3,500,981	(469,391)
Reimbursed Expense	604	-	-	-
Total Receipts	<u>\$ 19,855,361</u>	<u>\$ 20,509,592</u>	<u>\$ 21,268,573</u>	<u>(758,981)</u>
Expenditures				
Instruction:				
Salaries	\$ 6,613,983	\$ 7,141,304	\$ 7,046,906	94,398
Employee benefits	1,502,236	1,377,161	1,486,519	(109,358)
Other purchased services	74,516	92,403	199,650	(107,247)
Supplies	334,831	172,165	345,500	(173,335)
Equipment	-	2,523	100,000	(97,477)
Other	40,244	37,790	65,500	(27,710)
Student Support Services:				
Salaries	472,417	494,318	515,200	(20,882)
Employee benefits	44,472	50,027	45,650	4,377
Other purchased services	2,478	2,245	2,560	(315)
Supplies	13,361	9,108	12,700	(3,592)
Property	700	1,418	800	618
Other	10,964	10,888	11,000	(112)
Instructional Support Services:				
Salaries	827,398	953,126	845,930	107,196
Employee benefits	121,329	135,958	122,000	13,958
Purchased professional and technical service:	4,385	3,289	4,350	(1,061)
Other purchased services	4,664	4,902	5,666	(764)
Supplies	143,996	127,097	146,115	(19,018)
Property	181,048	185,632	175,400	10,232
Other	264	7,553	675	6,878
General Administration:				
Salaries	406,339	432,009	419,400	12,609
Employee benefits	44,299	53,507	46,400	7,107
Purchased professional and technical service:	27,637	30,284	35,000	(4,716)
Other purchased services	34,883	30,476	33,700	(3,224)
Supplies	1,212	748	1,150	(402)
Other	18,681	13,555	27,350	(13,795)

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SUMMARY OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

GENERAL FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued):				
School Administration:				
Salaries	\$ 1,299,315	\$ 1,293,733	\$ 1,369,500	(75,767)
Employee benefits	149,979	141,427	153,379	(11,952)
Other purchased services	1,611	1,656	7,500	(5,844)
Supplies	70,060	68,517	65,000	3,517
Operations and Maintenance:				
Purchased property services	591,961	560,367	594,100	(33,733)
Other purchased services	210,089	3,238	288,700	(285,462)
Supplies	244,857	300,251	288,040	12,211
Other	600		500	(500)
Other Supplemental Services:				
Salaries	652,120	755,992	715,400	40,592
Employee benefits	110,621	121,839	132,600	(10,761)
Other purchased services	17,156	15,910	1,955	13,955
Supplies	162,527	147,285	144,710	2,575
Other	24,892	36,032	18,975	17,057
Property and Equipment	37,871	26,272	36,500	(10,228)
Community service operations			29,400	(29,400)
Operating Transfers:				
4 yr old At Risk	71,737	72,000	72,000	
At Risk	1,092,030	1,582,212	1,582,212	
Bilingual Education	81,318	80,000	80,000	
Professional Development	31,827		50,000	(50,000)
Special Education	3,662,150	3,788,345	3,500,981	287,364
Vocational Education	123,709	144,014	140,000	4,014
Contingency Reserve	290,330		300,000	(300,000)
Food Service	2,264	1,016	2,000	(984)
Adjustment to Comply with Legal Max			(960,033)	960,033
Legal General Fund Budget	19,855,361	\$ 20,509,592	\$ 20,308,540	201,052
Adjustment for Qualifying Budget Credits			201,052	(201,052)
Total Expenditures	\$ 19,855,361	\$ 20,509,592	\$ 20,509,592	
Receipts Over (Under) Expenditures				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

SUPPLEMENTAL GENERAL FUND

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 1,340,850	\$ 1,324,915	\$ 1,427,469	\$ (102,554)
Delinquent Tax	44,110	50,056	29,126	20,930
Motor Vehicle Tax	246,066	201,960	200,266	1,694
Recreational Vehicle Tax	2,825	2,770	2,311	459
In Lieu of Taxes				
State Aid:				
Supplemental General State Aid	4,535,860	4,712,901	4,930,154	(217,253)
Operating Transfer:				
Contingency Reserve	256,750	204,052	300,000	(95,948)
Reimbursements				
Total Receipts	\$ 6,426,461	\$ 6,496,654	\$ 6,889,326	\$ (392,672)
Expenditures				
Instruction:				
Salaries			\$ 699,590	\$ (699,590)
Employee benefits			4,000	(4,000)
Supplies	181,594	89,799	75,000	14,799
Property	40,990	(15,713)	15,500	(31,213)
Other	33,049	203,092	30,353	172,739
Support Services:				
Salaries	1,207,789	1,201,329	1,200,000	1,329
Employee benefits	228,987	228,423	238,700	(10,277)
Property	751,437	122,544	425,622	(303,078)
Other purchased services	58,460	275,791	52,400	223,391
Supplies	593,484	677,235	589,000	88,235
Repairs and maintenance		36,366		36,366
Other			105,000	(105,000)
Operating Transfers:				
4 yr old At Risk	92,534	100,000	100,000	
At Risk	2,573,147	2,130,252	2,130,252	
Bilingual Education	281,768	137,289	137,289	
Professional Developments		84,225		84,225
Special Education	138,330	677,533	600,000	77,533
Summer School				
Vocational Education	316,174	437,245	393,756	43,489
Contingency Reserve		91,558		91,558
Textbook		20,000		20,000
Adjustment to Comply with Legal Max			(299,494)	299,494
Legal Supplement General Fund Budget	\$ 6,497,743	\$ 6,496,968	\$ 6,496,968	
Adjustment for Qualifying Budget Credits				
Total Expenditures	\$ 6,497,743	\$ 6,496,968	\$ 6,496,968	
Receipts Over (Under) Expenditures	\$ (71,282)	\$ (314)		
Unencumbered Cash, Beginning	71,596	314		
Unencumbered Cash, Ending	314	\$		

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

4 YEAR OLD AT RISK FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers from general	\$ 71,737	\$ 72,000	\$ 72,000	\$
Transfers from supplemental general	92,534	100,000	100,000	
Other revenue	1,740		-	
Total Receipts	\$ 166,011	\$ 172,000	\$ 172,000	
Expenditures				
Instruction:				
Salaries	\$ 134,655	\$ 142,482	\$ 137,100	\$ 5,382
Employee benefits	17,679	25,507	21,970	3,537
Supplies	11,937	4,011	11,400	(7,389)
Other	1,740	-	1,530	(1,530)
Total Expenditures	\$ 166,011	\$ 172,000	\$ 172,000	\$
Receipts Over (Under) Expenditures				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

AT RISK FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers from general	\$ 1,092,030	\$ 1,582,212	\$ 1,582,212	\$
Transfers from supplemental general	2,573,147	2,130,252	2,130,252	
Total Receipts	\$ 3,665,177	\$ 3,712,464	\$ 3,712,464	
Expenditures				
Instruction:				
Salaries	\$ 3,191,954	\$ 3,217,748	\$ 3,190,500	\$ 27,248
Employee benefits	426,746	428,520	429,990	(1,470)
Other purchased services	570		1,000	(1,000)
Supplies	45,907	66,175	89,974	(23,799)
Other		21	1,000	(979)
Total Expenditures	\$ 3,665,177	\$ 3,712,464	\$ 3,712,464	\$
Receipts Over (Under) Expenditures				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

BILINGUAL EDUCATION FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers from general	\$ 81,318	\$ 80,000	\$ 80,000	\$
Transfers from supplemental general	281,768	137,289	137,289	
Total Receipts	<u>\$ 363,086</u>	<u>\$ 217,289</u>	<u>\$ 217,289</u>	
Expenditures				
Instruction:				
Salaries	\$ 324,327	\$ 189,067	\$ 176,000	\$ 13,067
Employee benefits	37,624	27,793	39,189	(11,396)
Supplies	1,135	429	2,100	(1,671)
Total Expenditures	<u>\$ 363,086</u>	<u>\$ 217,289</u>	<u>\$ 217,289</u>	
Receipts Over (Under) Expenditures	\$	\$		
Unencumbered Cash, Beginning			-	
Unencumbered Cash, Ending				

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

CAPITAL OUTLAY FUND

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 444,565	\$ 646,620	\$ 650,544	\$ (3,924)
Delinquent Tax	14,005	15,673	9,600	6,073
Motor Vehicle Tax	72,808	88,673	86,833	1,840
Recreational Vehicle Tax	862	1,253	1,002	251
Interest on Idle Funds	16,346	24,935		24,935
Miscellaneous	119,809	330,711		330,711
State Aid	316,554	451,833	463,109	(11,276)
Total Receipts	\$ 984,949	\$ 1,559,698	\$ 1,211,088	348,610
Expenditures				
Instructional Support Staff:				
Property	\$ 263,271.00	\$ 159,634	\$ 400,000	(240,366)
Operations & maintenance:				
Property	21,516		3,550	(3,550)
Employee benefits	-	-	200,000	(200,000)
Other support services:				
Property	592,520	744,843	801,000	(56,157)
Student Transportation				
Property		109,968	-	109,968
Facility acquisition & construction:				
Land improvement services	30,308	310,439	220,000	90,439
Site improvement	53,264	164,833	139,000	25,833
Other purchased services	-	-	238,400	(238,400)
Total Expenditures	\$ 960,879	\$ 1,489,717	\$ 2,001,950	(512,233)
Receipts Over (Under) Expenditures	\$ 24,070	\$ 69,981		
Unencumbered Cash, Beginning	1,565,519	1,589,589		
Unencumbered Cash, Ending	\$ 1,589,589	\$ 1,659,570		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

DRIVER TRAINING FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Other sources:				
Summer school fees	360	\$ 4,800	\$	4,800
State Sources:				
State Safety Aid	9,424	5,733	5,200	533
Transfers from general				
Total Receipts	9,784	\$ 10,533	\$ 5,200	5,333
Expenditures				
Instruction:				
Salaries	\$ 8,488	\$ 10,098	\$ 12,000	(1,902)
Employee benefits	672	764	1,046	(282)
Purchased services	-	-	30	(30)
Supplies	292	78	-	78
Other	120	(120)	300	(420)
Operations and Maintenance:				
Motor fuel	373	492	300	192
Operating Transfers:				
General				
Total Expenditures	\$ 9,945	\$ 11,312	\$ 13,676	(2,364)
Receipts Over (Under) Expenditures	\$ (161)	\$ (779)		
Unencumbered Cash, Beginning	25,143	24,982		
Unencumbered Cash, Ending	24,982	\$ 24,203		

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

FOOD SERVICE FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Local Sources - Food Service:				
Lunch & breakfast receipts	295,421	\$ 343,621	\$ 289,273	\$ 54,348
Miscellaneous	18,381	16,774		16,774
State Aid:				
School Food Assistance	15,169	15,167	13,548	1,619
Federal Aid:				
Federal Grants	1,324,454	1,333,553	1,230,424	103,129
Transfers from general	2,264	1,016	2,000	(984)
Transfers from supplemental general	-	-	-	
Total Receipts	\$ 1,655,689	\$ 1,710,131	\$ 1,535,245	174,886
Expenditures				
Operations and Maintenance:				
Other purchased services	\$ 5,397	\$ 19,116	\$ 10,275	\$ 8,841
Property		446	85,485	(85,039)
Supplies		-	4,160	(4,160)
Other	1,940	1,842	6,000	(4,158)
Food Service Operation:				
Salaries	186,265	210,792	245,550	(34,758)
Employee Benefits	23,171	35,878	29,036	6,842
Other purchased services	5,027	77	5,940	(5,863)
Supplies	3,763	5,457	4,460	997
Property	86,705	13,359	52,400	(39,041)
Food Service Management	1,217,772	1,219,085	1,134,800	84,285
Other	74,052	73,822	55,000	18,822
Total Expenditures	\$ 1,604,092	\$ 1,579,874	\$ 1,633,106	(53,232)
Receipts Over (Under) Expenditures	\$ 51,597	\$ 130,257		
Unencumbered Cash, Beginning	438,015	489,612		
Unencumbered Cash, Ending	489,612	\$ 619,869		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

PROFESSIONAL DEVELOPMENT FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State sources:				
Inservice aid		\$ -	\$	\$
Other Sources:				
Transfers from general	31,827	2,540	50,000	(47,460)
Transfers from supplemental general	-	84,225		84,225
Total Receipts	\$ 31,827	\$ 86,765	\$ 50,000	36,765
Expenditures				
Instructional Support Services:				
Salaries	\$	\$ 76	\$	76
Employee benefits		6		6
Other purchased services	35,279	46,954	49,600	(2,646)
Other	47		2,060	(2,060)
Operating Transfers:				
General		-	-	
Total Expenditures	\$ 35,326	\$ 47,036	\$ 51,660	(4,624)
Receipts Over (Under) Expenditures	\$ (3,499)	\$ 39,729		
Unencumbered Cash, Beginning	88,771	85,272		
Unencumbered Cash, Ending	85,272	\$ 125,001		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

SUMMER SCHOOL FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers from supplemental general	\$ -	\$	\$	\$
Transfers from general	-			
Total Receipts	\$	\$ -	\$	
Expenditures				
Instruction:				
Salaries	\$	\$	\$ 13,000	\$ (13,000)
Employee benefits	-		150	(150)
Operating Transfers:				
General				
Total Expenditures	\$	\$	\$ 13,150	\$ (13,150)
Receipts Over (Under) Expenditures	\$ -	\$		
Unencumbered Cash, Beginning	57,068	57,068		
Unencumbered Cash, Ending	\$ 57,068	\$ 57,068		

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

SPECIAL EDUCATION FUND

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Other Sources:				
Miscellaneous	\$ 18,181	-	\$ -	\$ -
Transfers from general	3,662,150	3,788,345	3,500,981	287,364
Transfers from supplemental general	138,330	677,533	600,000	77,533
Transfers from contingency	-	-	-	-
Total Receipts	3,818,661	\$ 4,465,878	\$ 4,100,981	364,897
Expenditures				
Instruction:				
Salaries	\$ -	\$ -	\$ 1,000	\$ (1,000)
Employee benefits	-	-	23,500	(23,500)
Other purchased services	3,831,132	4,078,902	4,348,760	(269,858)
Equipment	-	2,870	-	2,870
Supplies	-	8,328	-	8,328
Other	-	-	1,000	(1,000)
Vehicle operating services:				
Salaries	52,188	60,861	52,350	8,511
Employee benefits	5,934	6,510	7,600	(1,090)
Other purchased services	16,389	16,007	5,500	10,507
Supplies	-	28	3,420	(3,392)
Other	-	-	13,650	(13,650)
Transfers to general	-	-	-	-
Total Expenditures	3,905,643	\$ 4,173,506	\$ 4,456,780	(283,274)
Receipts Over (Under) Expenditures	\$ (86,982)	\$ 292,372		
Unencumbered Cash, Beginning	500,185	413,203		
Unencumbered Cash, Ending	413,203	\$ 705,575		

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

VOCATIONAL EDUCATION FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$	\$ -	\$ -	\$
Other Sources:				
Transfers from general	123,709	144,014	140,000	4,014
Transfers from supplemental general	316,174	437,245	393,756	43,489
Total Receipts	\$ 439,883	\$ 581,259	\$ 533,756	47,503
Expenditures				
Instruction:				
Salaries	\$ 403,672	\$ 471,430	\$ 425,850	45,580
Employee benefits	35,511	40,815	42,095	(1,280)
Other purchased services	700		800	(800)
Property		-	8,500	(8,500)
Other	-		35,000	(35,000)
Operating Transfers:				
General		-	-	
Total Expenditures	\$ 439,883	\$ 512,245	\$ 512,245	\$
Receipts Over (Under) Expenditures	\$	\$ 69,014		
Unencumbered Cash, Beginning	60,000	60,000		
Unencumbered Cash, Ending	60,000	129,014		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

GIFTS AND GRANTS

	Current Year				Variance Over (Under)
	Prior Year Actual	Actual	Budget		
Receipts					
State Aid	\$ -	\$ 52,759	\$ 52,759	\$ -	
Other Sources:					
Miscellaneous		13			13
Total Receipts	\$ -	\$ 52,772	52,759		13
Expenditures					
Instruction:					
Salaries					
Property		52,759	52,759		
Other					
Operating Transfers:					
General	-				
Total Expenditures		52,759	\$ 52,759	\$	
Receipts Over (Under) Expenditures		13			
Unencumbered Cash, Beginning					
Unencumbered Cash, Ending		13			

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
KPERS	2,040,515	1,792,526	\$ 2,746,941	\$ (954,415)
Transfers from general				
Total Receipts	2,040,515	\$ 1,792,526	\$ 2,746,941	(954,415)
Expenditures				
Employee benefits:				
Instruction	\$ 1,341,173	\$ 1,191,252	\$ 1,804,974	• (613,722)
Student support	92,792	78,332	154,988	(76,656)
Instructional support	121,143	107,898	159,540	(51,642)
General administration	59,185	49,270	96,321	(47,051)
School administration	158,056	136,565	196,434	(59,869)
Other supplemental	10,958	9,527	53,654	(44,127)
Operations and Maintenance	153,269	135,500	161,582	(26,082)
Student transportation	81,505	68,108	103,900	(35,792)
Food service	22,434	16,074	15,548	526
Total Expenditures	2,040,515	\$ 1,792,526	\$ 2,746,941	• (954,415)
Receipts Over (Under) Expenditures	\$ -	\$		
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

ARKANSAS CITY RECREATION COMMISSION FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 437,741	\$ 466,224	\$ 471,588	\$ (5,364)
Delinquent Tax	12,775	14,993	9,556	5,437
Motor Vehicle TWA	65,943	66,399	65,708	691
Recreational Vehicle Tax	745	909	758	151
Total Receipts	<u>\$ 517,204</u>	<u>\$ 548,525</u>	<u>\$ 547,610</u>	<u>915</u>
Expenditures				
Operation of non-instructional services:				
Community Service Operations	\$ 539,069	\$ 544,000	\$ 544,000	
Total Expenditures	<u>\$ 539,069</u>	<u>\$ 544,000</u>	<u>\$ 544,000</u>	
Receipts Over (Under) Expenditures	\$ (21,865)	\$ 4,525		
Unencumbered Cash, Beginning	<u>21,865</u>			
Unencumbered Cash, Ending		<u>4,525</u>		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019**

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

ARKANSAS CITY RECREATION COMMISSION EMPLOYEE BENEFITS FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 141,856	\$ 146,348	\$ 148,199	\$ (1,851)
Delinquent Tax	4,699	5,204	3,083	2,121
Motor Vehicle Tax	24,537	24,300	23,900	400
Recreational Vehicle Tax	277	330	276	54
Total Receipts	<u>\$ 171,369</u>	<u>\$ 176,182</u>	<u>\$ 175,458</u>	<u>724</u>
Expenditures				
Operation of non-instructional services:				
Community Service Operations	\$ 172,700	\$ 184,000	\$ 184,000	
Total Expenditures	<u>\$ 172,700</u>	<u>\$ 184,000</u>	<u>\$ 184,000</u>	
Receipts Over (Under) Expenditures	\$ (1,331)	\$ (7,818)		
Unencumbered Cash, Beginning	<u>11,723</u>	<u>10,392</u>		
Unencumbered Cash, Ending	<u>10,392</u>	<u>\$ 2,574</u>		

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

CONTINGENCY RESERVE FUND

	2018		2019
Receipts			
Transfer from general	290,330	\$	-
Transfer from supplemental			91,558
Total Receipts	290,330	\$	91,558
Expenditures			
Miscellaneous			61,728
Transfer to general			
Transfer to supplemental general	256,750		204,052
Transfer to special education			
Total Expenditures	256,750	\$	265,780
Receipts Over (Under) Expenditures	33,580	\$	(174,222)
Unencumbered Cash, Beginning	467,382		500,962
Unencumbered Cash, Ending	500,962	\$	326,740

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND EXPENDITURES****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019**

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

TEXTBOOK AND STUDENT MATERIALS REVOLVING FUND

	2018		2019
Receipts			
Local sources:			
Student fees	41,116	\$	26,548
Transfer from supplemental general			20,000
Transfer from general			-
Total Receipts	41,116	\$	46,548
Expenditures			
Instruction:			
Supplies	54,904	\$	59,004
Total Expenditures	54,904	\$	59,004
Receipts Over (Under) Expenditures	(13,788)	\$	(12,456)
Unencumbered Cash, Beginning	384,944		371,156
Unencumbered Cash, Ending	371,156	\$	358,700

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

COUNTY ALCOHOL TAX FUND

	<u>2018</u>	<u>2019</u>
Receipts		
Local Sources:		
Liquor tax		<u> </u>
Total Receipts	<u> </u>	<u> </u>
Expenditures		
Instruction:		
Purchased professional technical services		
Other	<u>392</u>	<u> </u>
Total Expenditures	<u>392</u>	<u>\$ </u>
Receipts Over (Under) Expenditures	(392)	\$
Unencumbered Cash, Beginning	<u>392</u>	<u> </u>
Unencumbered Cash, Ending	<u> </u>	<u> </u>

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND EXPENDITURES****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019**

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

TITLE I - GRANT FUND

	2018		2019
Receipts			
Federal Sources:			
Title I - Grants to Local			
Educational Agencies	741,194	\$	737,579
Total Receipts	741,194	\$	737,579
Expenditures			
Instruction:			
Salaries	516,876	\$	446,613
Employee benefits	48,245		52,063
Other purchased services	4,421		65,140
Supplies	55,388		30,938
Debt Service & Miscellaneous			4,096
Support Services:			
Salaries	94,924		103,505
Employee benefits	10,414		11,368
Supplies	3,390		-
Other	7,536		23,856
Debt Service & Miscellaneous	-		
Total Expenditures	741,194	\$	737,579
Receipts Over (Under) Expenditures			
Unencumbered Cash, Beginning			
Unencumbered Cash, Ending			

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND EXPENDITURES****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019**

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

CARL PERKINS FUND

	2018	2019
Receipts		
Federal sources:		
Federal Grants	30,511	\$ 32,157
Total Receipts	30,511	\$ 32,157
Expenditures		
Instruction:		
Salaries		
Other purchased services	4,116	7,573
Supplies	18,493	23,610
Equipment		
Student Support Services:		
Salaries	6,000	
Employee benefits	460	
General administration:		
Salaries	1,340	910
Employee benefits	102	64
Total Expenditures	30,511	32,157
Receipts Over (Under) Expenditures		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

TITLE I - MIGRANT FUND

	2018	2019
Receipts		
Federal source:		
Program revenue	60,000	\$ 8,841
Total Receipts	60,000	\$ 8,841
Expenditures		
Instruction:		
Salaries	48,353	\$ 6,910
Employee benefits	3,623	506
Other purchased services	475	124
Supplies	4,319	1,301
General administration:		
Salaries	3,000	
Employee benefits	230	
Total Expenditures	60,000	\$ 8,841
Receipts Over (Under) Expenditures		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND EXPENDITURES****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019**

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

TITLE III - ENGLISH LANGUAGE FUND

	2018	2019
Receipts		
Federal source:		
Program revenue	35,197	\$ 41,899
Reimbursed expenses		
Total Receipts	35,197	41,899
Expenditures		
Instruction:		
Salaries	29,075	27,730
Employee benefits	2,219	2,139
Other purchased services	1,200	2,644
Supplies	2,703	9,386
Equipment		-
Total Expenditures	35,197	41,899
Receipts Over (Under) Expenditures		
Unencumbered Cash, Beginning		-
Unencumbered Cash, Ending		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

HEAD START FUND

	2018	2019
Receipts		
Federal sources:		
Program revenue - Federal	\$ 1,237,886	\$ 1,397,078
Child nutrition aid - Federal	21,542	25,467
Other	300	-
Total Receipts	\$ 1,259,728	\$ 1,422,545
Expenditures		
Instruction:		
Salaries	518,537	528,484
Employee benefits	113,959	117,872
Supplies	120,794	75,364
Other	13,587	9,507
Student Support Services:		
Salaries	351,946	388,182
Employee benefits	87,414	91,249
Other purchased services	37,464	92,380
Supplies	60,291	40,625
Other		15
Food Services:		
Employee benefits	67	9
Food and milk	30,494	37,839
Supplies	465	358
Property		-
Total Expenditures	\$ 1,335,018	\$ 1,381,884
Receipts Over (Under) Expenditures	(75,290)	\$ 40,661
Unencumbered Cash, Beginning	250	(75,040)
Unencumbered Cash, Ending	(75,040)	\$ (34,379)

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

TITLE II(A) TEACHER QUALITY FUND

	2018	2019
Receipts		
Federal source:		
Program revenue	124,281	\$ 148,443
Total Receipts	124,281	\$ 148,443
Expenditures		
Instruction:		
Salaries	47,557	76,418
Employee benefits	3,636	5,846
Other purchased services	64,138	63,500
Supplies	8,950	2,679
Other		-
Total Expenditures	124,281	148,443
Receipts Over (Under) Expenditures		
Unencumbered Cash, Beginning		-
Unencumbered Cash, Ending		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

TITLE IV(A)

	2018	2019
Receipts		
Federal source:		
Program revenue	20,033	\$ 41,241
Total Receipts	20,033	\$ 41,241
Expenditures		
Instruction:		
Salaries		
Other purchased services	1,154	17,978
Supplies		1,223
Other	18,879	22,040
Total Expenditures	20,033	41,241
Receipts Over (Under) Expenditures		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

RURAL SCHOOLS FUND

	2018	2019
Receipts		
Other source:		
Program Revenue	38,372	39,224
Total Receipts	38,372	39,224
Expenditures		
Instruction:		
Salaries		36,460
Employee benefits		2,764
Supplies	38,372	
Property		
Total Expenditures	38,372	\$ 39,224
Receipts Over (Under) Expenditures		
Unencumbered Cash, Beginning	-	
Unencumbered Cash, Ending		

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

BOND AND INTEREST FUND

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Tax	\$ 1,460,778	\$ 1,445,545	\$ 1,463,661	\$ (18,116)
Delinquent Tax	38,336	46,321	31,926	14,395
Motor Vehicle Tax	202,520	214,765	212,686	2,079
Recreational Vehicle Tax	2,291	2,947	2,454	493
Interest on bond proceeds	3,794	7,282		7,282
Other revenue		84		84
State Aid:				
State Aid	2,166,872	1,656,066	1,656,066	
Total Receipts	<u>\$ 3,874,591</u>	<u>\$ 3,373,010</u>	<u>\$ 3,366,793</u>	<u>6,217</u>
Expenditures				
Debt Service:				
Principal	\$ 1,739,138	\$ 1,075,000	\$ 1,075,000	\$
Interest	1,495,000	1,396,741	1,396,741	
Commission and Postage				
Legal Bond and Interest Fund Budget	\$ 3,234,138	\$ 2,471,741	\$ 2,471,741	
Adjustment for Qualifying Budget Credits				
Total Expenditures	<u>\$ 3,234,138</u>	<u>\$ 2,471,741</u>	<u>\$ 2,471,741</u>	<u>\$</u>
Receipts Over (Under) Expenditures	640,453	\$ 901,269		
Unencumbered Cash, Beginning	<u>2,404,217</u>	<u>3,044,670</u>		
Unencumbered Cash, Ending	<u>\$ 3,044,670</u>	<u>\$ 3,945,939</u>		

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND EXPENDITURES****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019**

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

ENDOWMENT FUND

	Unencumbered Cash Balance July 1, 2018	Receipts	Disbursements.	Unencumbered Cash Balance June 30, 2019
Expendable trusts				
Scholarships:				
Lou Dicky Baucus	\$ 969	\$ 3	\$ -	\$ 972
Verna Irene Barnes	2,392	5	-	2,397
Student aid:				
Lloyd Hill	2,750	4		2,754
Ida Wooley	4,072	10	-	4,082
Edith Brown	621	5		626
Administrative:				
Special projects	16,965	7,124	8,474	15,615
Fund administration	510		-	510
Renaissance	542	1		543
Donations	9,975	-		9,975
Jason Givens Memorial	170			170
Total expendable trusts	\$ 38,966	\$ 7,152	\$ 8,474	\$ 37,644
Non-expendable trusts				
Scholarship:				
Lou Dicky Baucus	\$ 2,500	\$ -	\$ -	\$ 2,500
Verna Irene Barnes	2,500			2,500
Student aid:				
Lloyd Hill	2,500			2,500
Ida Wooley	7,000		-	7,000
Edith Brown	5,000		-	5,000
Total non-expendable trusts	\$ 19,500	\$ -	\$ -	\$ 19,500
Total Endowment Fund	58,466	7,152	8,474	57,144

UNIFIED SCHOOL DISTRICT NO. 470

ARKANSAS CITY, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2019

(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

ACTIVITY MEMORIAL FUND

	2018	2019
Receipts:		
Iden Memorial	37	\$ 148
Jackson/King Memorial	4	10
Home Economics Scholarship	4	8
Industrial Tech Scholarship	52	94
Kayettes Scholarship		-
Class of 2009 Memorial Fund	5	1,083
Chilfers/Blatchford FFA	80	145
Amos & Mary Davis Scholarship	-	
Jodi Sanderholm	2,000	4,000
Total receipts	2,183	5,488
Expenditures		
Iden Memorial	1,000	2,000
Jackson/King Memorial		-
Home Economics Scholarship		-
Industrial Tech Scholarship	250	250
Kayettes Scholarship		-
Class of 2009 Memorial Fund		3,098
Chilfers/Blatchford FFA		-
Amos & Mary Davis Scholarship		-
Jodi Sanderholm	2,000	4,000
Total Expenditures	3,250	9,348
Receipts Over (Under) Expenditures	(1,067)	(3,860)
Unencumbered Cash, Beginning	37,337	36,270
Unencumbered Cash, Ending	36,270	\$ 32,410

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND DISBURSEMENTS****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019****STUDENT ORGANIZATION FUNDS - AGENCY FUNDS**

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School				
Prom	\$ 7,061	\$ 17,428	\$ 10,704	\$ 13,785
ACHS American Club	516			516
Spring Production	2,291	9,870	11,266	895
A.C. Players Club	212	362	166	408
ACHS Tennis Club	1,431	4,401	5,656	176
JAG	68	-	-	68
Theater Productions	1,955	1,985	1,812	2,128
Basketball Club	409	6,363	4,574	2,198
ACHS Spike Ball Club		187	20	167
Multicultural Club	1,092			1,092
Cheerleaders	3,147	8,411	7,007	4,551
21st Century Leadership	394			394
Restoration Fund	100			100
FCA	1,124	1,144	563	1,705
Golf Club	4,252	644	2,510	2,386
Weight Lifting	191	3,215	2,519	887
In. House Training	8,610	2,783	1,646	9,747
Kay's	9	861	260	610
NFL	1,046	603	105	1,544
NHS	141	450	435	156
ACHS Danceline	253	1,299	422	1,130
Cross Country Club	57	1,287	792	552
SADD	1,279	5,426	1,018	5,687
Dawgs 4 Dawgs	48	-	-	48
Skill USA/VICA	571	392	755	208
Special Ed Club	2			2
Stuco	1,027	8,305	8,096	1,236
Track Club	16	2,192	1,778	430
Usherettes	126	-	22	104
Vocal Music	9,308	6,648	4,715	11,241
Girls Soccer Club	1,049	2,917	2,794	1,172
French Club	172	-	-	172
Volleyball Club	4,971	2,922	3,258	4,635
Flag Color Guard	1,283	741	1,794	230
Community Base Instruction	99	658	744	13
Bill Weston Woods Memorial	224			224
Girls Softball Club	2,962	6,042	5,903	3,101
Baseball Club	4,642	11,358	10,494	5,506
Fine Arts SMA	140	2,920	3,060	-
FACS SMA	60	1,420	1,480	-
Towels	51	1,394	1,445	-
Industrial Tech SMA	40	4,597	4,637	-
Returned Checks	(12)	12	-	
Subtotal High School	\$ 62,417	\$ 119,237	102,450	\$ 79,204

UNIFIED SCHOOL DISTRICT NO. 470**ARKANSAS CITY, KANSAS****SCHEDULE OF RECEIPTS AND DISBURSEMENTS****REGULATORY BASIS****FOR THE YEAR ENDED JUNE 30, 2019****STUDENT ORGANIZATION FUNDS - AGENCY FUNDS**

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School - Continued				
Bulldog Live	\$ 176	\$ 816	\$ 861	\$ 131
Health Sciences Club	324			324
Animation Club	526	275	29	772
Wrestling	5,273	15,341	15,629	4,985
Football	1,263	5,133	5,504	892
ACHS Travel Club	498	-	-	498
Soccer Club	676	747	1,037	386
FCCLA	92	110	30	172
FBLA	440	1,483	123	1,800
Gay/Straight Alliance	217	366	170	413
Girls Basketball Club	382	7,306	4,842	2,846
Bulldog Band Club	11,114	54,528	63,334	2,308
Freshman Academy	1,833	752	62	2,523
Agriculture Ed	40	2,312	2,352	-
Class of 2020	7,574	334	6,574	1,334
Class of 2017	952	-		952
Class of 2015	205			205
Class of 2016	1,242	-	-	1,242
Class of 2014	523		523	-
Class of 2019	1,477	403	39	1,841
Class of 2008	253	-	253	-
Class of 2009	1,083		1,083	
Class of 2013	357			357
Class of 2018	1,403	-	-	1,403
Class of 2021	1,052	140		1,192
Class of 2022	-	79	34	45
Class of 2010	218			218
Driver Education	-	4,800	4,800	-
Purple Pride	6,549	3,009	6,028	3,530
Historical Room	369	-	-	369
Horticulture	730	1,313	782	1,261
School Counts	835	-		835
Student Benevolence	105		34	71
Arklight	503	918	978	443
FFA	1,389	38,102	39,376	115
Mirror	5,935	7,955	8,389	5,501
Sales Tax	2,051	19,120	19,144	2,027
Total High School	\$ 120,076	\$ 284,579	\$ 284,460	\$ 120,195
Middle School				
Art Fees	\$ -	\$ 889	\$ 889	\$ -
Cheerleader	1,959	480	1,166	1,273
6th Grade Clothing Fees		190	190	
Food Fees	-	540	540	-
Subtotal Middle School	\$ 1,959	\$ 2,099	\$ 2,785	\$ 1,273

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
STUDENT ORGANIZATION FUNDS - AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Middle School - Continued				
Instrument Rent Fees	\$ -	\$ 2,000	\$ 2,000	\$ -
Home Ec. Beef Account				
Kays Account	2,569	19,022	19,878	1,713
8th Grade Lock-in Account				
Lost PE Locks				
Class of 2022	7,038	1		7,039
Class of 2020				
Class of 2023	3,721		1,772	1,949
Class of 2024	1,827			1,827
Art Club	2	-		2
Miscellaneous Account	911	14,000	9,829	5,082
Music InstrumentalNocal	157	50	-	207
Parent Group	51			51
JAG	185	268	431	22
7th/8th Grade Sewing Kits	660	364	72	952
Student Activities	803	-		803
Student Council	1,249	2,475	1,925	1,799
Crimestoppers Program	174			174
Technology Fees	-	1,353	1,353	-
Towels	(2)	558	558	(2)
Library Book Fairs	453	4,096	4,399	150
Principals Activity Fund	8,042	7,089	6,974	8,157
FCA	636	1,740	1,482	894
Student Welfare Account	521	287	6	802
Orchestra	1,744	1	100	1,645
SADD	2,100	380	607	1,873
Faculty Fund	119	98	163	54
Athletics	1,530	5,045	5,166	1,409
Sales Tax	90	2,572	2,514	148
Total Middle School	\$ 36,539	\$ 63,498	\$ 62,014	\$ 38,023
Total Agency Funds	\$ 156,615	\$ 348,077	\$ 346,474	\$ 158,218

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
DISTRICT ACTIVITY FUNDS

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
High School Activities						
Activity General Fund	\$ 105,570	\$ 304,184	\$ 334,386	75,368		75,368
Cheerleaders	1	100	100	1		1
Danceline	561			561		561
Debate	74	1,054	1,126	2		2
Forensic	3	1,520	1,306	217		217
FFA	516			516		516
Music	3	2,100	2,101	2		2
Scholar's Bowl	19	1,288	1,307			
MS League	1	3,135	3,131	5		5
Total High School Activities	\$ 106,748	\$ 313,381	\$ 343,457	76,672	\$	76,672
High School Athletics						
HS Athletics	256			256	\$	256
Cross Country	4	605	605	4		4
Football	1	31,545	31,538	8		8
Girls Golf		2,940	2,937	3		3
Girls Tennis	194	2,300	2,494			
Boys Soccer	98	3,965	3,358	705		705
Girls Soccer	1	5,453	4,529	925		925
Volleyball	4	5,839	5,843	-		
Boys Basketball	(897)	12,653	12,651	(895)		(895)
Girls Basketball	105	4,345	4,445	5		5
Wrestling	1	14,819	14,257	563		563
Baseball	63	15,900	15,962	1		1
Boys Golf	2	4,815	4,801	16		16
Boys Tennis	4	2,635	2,595	44		44
Softball	29	3,525	3,529	25		25
High School Athletics subtotal	(135)	111,339	\$ 109,544	\$ 1,660	\$	1,660

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
DISTRICT ACTIVITY FUNDS

Funds		Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
High School Athletics - continued							
ul	Track	\$ 405	\$ 6,385	\$ 6,486	\$ 304	\$ -	\$ 304
	MS Cross Country	3	390	390	3	-	3
	MS Football	4	8,000	7,999	5	-	5
	MS Girls Tennis	1	50	48	3	-	3
	MS Girls Volleyball	3	3,045	3,048	-	-	-
	MS Boys Tennis	3	195	194	4	-	4
	MS Golf		1,980	1,977	3	-	3
	Track	2	1,945	1,862	85	-	85
	MS Boys Basketball	1	870	870	1	-	1
	MS Girls Basketball	4	1,145	1,148	1	-	1
	MS Wrestling	2	590	586	6	-	6
	Athletic Trainer	5	6,205	6,205	5	-	5
Total High School Athletics		\$ 298	\$ 142,139	\$ 140,357	\$ 2,080	\$ -	\$ 2,080
School Projects							
	Library Copies	\$ 1,447	\$ 58	\$ 136	\$ 1,369	\$ -	\$ 1,369
		\$ 1,447	\$ 58	\$ 136	\$ 1,369	\$ -	\$ 1,369
Total District Activity Funds		\$ 108,493	\$ 455,578	\$ 483,950	\$ 80,121	\$	80,121

**EDW. B
STEPHENSON
& CO., CPAs
CHARTERED**

EDW. B. STEPHENSON
(1905- 1985)

JAMES R. DOBBS
(1927- 1997)

HARRY L. SHETLAR, JR.
(1931-2000)

MORRIS W. JAR VIS
(1935-1999)

N. DEAN BRADBURY
(1936-2005)

LOREN L. PONTIOUS
(Retired)

SHAREHOLDERS

MAURICE P. ROBERTS, CPA

AARON R. IVERSON, CPA

ACCOUNTANTS

HEIDI M. HUENERGARDT, CPA

1002 Main Street
Winfield, Kansas 67156
620-221-9320
FAX 620-221-9325

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER
MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

To the Board of Education
Unified School District No. 470
Arkansas City, Kansas 67005

We have audited, in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Auditing and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statement of Unified School District No. 470, Arkansas City, (the District), Kansas, as of and for the year ended June 30, 2019, and the related notes to the financial statement, which collectively comprise the District's basic financial statement and have issued our report thereon dated December 16, 2019. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Edw. B. Stephenson & Co., CPAs Chartered

December 16, 2019

**EDW. 5
STEPHENSON
& CO., CPAs
CHARTERED**

EDW. B. STEPHENSON
(1905-1985)

JAMES R. DOBBS
(1927-1997)

HARRY L. SHETLAR, JR.
(1931-2000)

MORRIS W. JARVIS
(1935-1999)

N. DEAN BRADSHAW
(1936-2005)

LOREN L. PONTIUS
(Retired)

SHAREHOLDERS

AARON R. IVERSON, CPA

MAURICE P. ROBERTS, CPA

ACCOUNTANTS

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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Education
Unified School District No. 470
Arkansas City, Kansas 67005

Report on Compliance for Each Major Program

We have audited Unified School District No. 470, Arkansas City, Kansas (the District) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2019. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of the compliance in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above could have a direct and material effect on major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the District's compliance.

Opinion on each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly this report is not suitable for any other purpose.

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Edw. B. Stephenson & Co., CPAs Chartered
December 16, 2019

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2019

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Total Federal Expenditures
Federal Funds Paid Through State:			
U.S. Department of Agriculture			
Passed Through State Department of Education:			
Child Nutrition Cluster			
School Breakfast Program	10.553	D0470	\$ 345,632
National School Lunch Program	10.555	D0470	899,491
Summer Food Service Program for Children	10.559	D0470	18,155
Total Child Nutrition Cluster			<u>\$ 1,263,278</u>
Child and Adult Care Food Program	10.558	D0470	\$ 25,467
Fresh Fruits & Vegetables Program	10.582	D0470	70,171
Total Department of Agriculture			<u>\$ 1,358,916</u>
U.S. Department of Education			
Passed Through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	D0470	\$ 737,579
Migrant Education State Grant Program	84.011	D0470	8,841
Career and Technical Education - Basic Grants to States	84.048	D0470	32,157
Rural Low Income School	84.358	D0470	39,224
English Language Acquisition Grant	84.365	D0470	41,899
Improving Teacher Quality State Grants	84.367	D0470	148,443
Title IV(A)	84.424	D0470	41,241
Total Department of Education			<u>\$ 1,049,384</u>
Total Federal Funds Paid Through State			<u>\$ 2,408,300</u>
Department of Health and Human Services			
Head Start	93.600		\$ 1,356,417
Total Department of Health and Human Services			<u>\$ 1,356,417</u>
Total Funds Paid Direct to District			<u>\$ 1,356,417</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,764,717</u></u>

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2019

I. GENERAL

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal grant activity of Unified School District No. 470 under programs of the federal government for the year ended June 30, 2019. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies are included on the schedule. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a select portion of the operations of Unified School District No. 470, it is not intended to and does not present the summary of receipts, expenditures and unencumbered cash of Unified School District No. 470.

II. BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards is presented using the regulatory basis of accounting, which are accounting practices prescribed by the State of Kansas and are described in Note I to the School District's regulatory financial statement.

III. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(A) Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(B) The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

IV. MAJOR PROGRAMS

In accordance with Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), major programs are determined using a risk-based approach. The Food Service Grant Program and Head Start have been determined by the independent auditor to be major programs.

V. SUBRECIPIENTS

Unified School District No. 470 did not provide federal awards to any sub-recipient for the year ended June 30, 2019.

VI. CONTINGENCIES

The District receives funds under various federal grant programs and such awards are to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2019

Section II. Financial Statement Findings

No matters were reported

Section III. Federal Award Findings and Questioned Costs

No matters were reported

UNIFIED SCHOOL DISTRICT NO. 470
ARKANSAS CITY, KANSAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2019

Summary Schedule of Prior Audit Findings

No matters were reported.