

**EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
EL DORADO, KANSAS**

**FINANCIAL STATEMENT
JUNE 30, 2020**



EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
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INDEPENDENT AUDITORS' REPORT

**Board of Education
El Dorado Unified School District No. 490
El Dorado, Kansas**

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **El Dorado Unified School District No. 490, El Dorado, Kansas**, as of and for the year ended **June 30, 2020**, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' 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 auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

Board of Education
El Dorado Unified School District No. 490

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 of the financial statement, the financial statement is prepared by **El Dorado Unified School District No. 490, El Dorado, Kansas**, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

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 **El Dorado Unified School District No. 490, El Dorado, Kansas**, as of **June 30, 2020**, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **El Dorado Unified School District No. 490, El Dorado, Kansas**, as of **June 30, 2020**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

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, individual fund schedules of regulatory basis receipts and expenditures-actual, schedule of regulatory basis cash receipts and expenditures-capital projects, agency funds schedules of regulatory basis cash receipts and disbursements and district activity funds schedules of regulatory basis cash receipts, expenditures and unencumbered cash (Regulatory-Required Supplementary Information 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*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*, and is not a required part of the financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement.

**Board of Education
El Dorado Unified School District No. 490**

The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

The 2019 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual (as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2019 basic financial statement upon which we rendered an unmodified opinion dated December 3, 2019. The 2019 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://da.ks.gov/ar/muniserv/>. Such 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 comparative information is fairly stated in all material respects in relation to the 2019 basic financial statement 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 January 28, 2021, on our consideration of **El Dorado Unified School District No. 490, El Dorado, Kansas'** internal control over financial reporting and on our tests 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 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 **El Dorado Unified School District No. 490, El Dorado, Kansas'** internal control over financial reporting and compliance.

BFR CPA, LLC

BFR CPA, LLC
January 28, 2021

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 0	\$ 205	\$ 13,096,422	\$ 13,096,627	\$ 0	\$ 708	\$ 708
Special Purpose Funds							
Supplemental General	343,112	5,613	4,595,643	4,501,578	442,790	0	442,790
Preschool-Aged At-Risk	5,338	0	59,795	65,133	0	0	0
At Risk (K-12)	100,000	0	3,046,031	3,093,211	52,820	0	52,820
Bilingual Education	12,972	0	7,649	14,030	6,591	0	6,591
Virtual Education	15,000	0	220,861	235,861	0	0	0
Capital Outlay	1,882,492	127	928,118	1,696,160	1,114,577	154,147	1,268,724
Driver Training	80,760	0	11,887	23,300	69,347	0	69,347
Food Service	35,829	0	1,161,952	1,072,129	125,652	0	125,652
Professional Development	30,000	778	8,482	29,548	9,712	0	9,712
Parent Education	0	287	36,750	36,750	287	3,108	3,395
Summer School	14,651	0	29,002	42,652	1,001	0	1,001
Special Education	298,290	0	2,385,956	2,500,583	183,663	0	183,663
Career and Postsecondary Education	25,000	0	329,550	354,550	0	0	0
KPERS Contribution	0	0	1,793,858	1,793,858	0	0	0
Federal Funds	37	0	582,976	589,222	(6,209)	68,286	62,077
Gifts and Grants	163,958	0	165,413	131,383	197,988	4,167	202,155
Contingency Reserve	1,166,320	0	0	0	1,166,320	0	1,166,320
Textbook & Student Material Revolving	4,720	0	65,113	11,154	58,679	0	58,679
District Activity Funds	55,949	0	132,084	147,290	40,743	0	40,743
Bond and Interest Fund	5,163,806	0	6,306,217	5,552,077	5,917,946	0	5,917,946
Capital Projects	521,904	0	3,193	515,118	9,979	0	9,979
	<u>\$ 9,920,138</u>	<u>\$ 7,010</u>	<u>\$ 34,966,952</u>	<u>\$ 35,502,214</u>	<u>\$ 9,391,886</u>	<u>\$ 230,416</u>	<u>\$ 9,622,302</u>

Composition of Cash:

Checking Accounts	\$ 1,332,724
Certificates of Deposit	30,000
Money Market Accounts	8,409,360
	<u>9,772,084</u>
Agency Funds	(149,782)
	<u>\$ 9,622,302</u>

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

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

El Dorado Unified School District No. 490 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around El Dorado, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

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

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

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

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

Agency Funds-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.)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

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

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

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

Budget and Tax Cycle

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 was one amendment for the year ended June 30, 2020.

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

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

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

Federal Funds
Contingency Reserve Fund
District Activity Funds

Gifts and Grants Fund
Textbook & Student Material Revolving Fund

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.

Note 2 - In Substance Receipt in Transit:

The District received \$628,629 subsequent to June 30, 2020, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

Note 3 - Defined Benefit Pension Plan:

Plan description

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

Contributions

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

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

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64.13 million for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year. The first year payment of \$6.4 million was received in July 2017 and appropriations for fiscal year 2018 were made for the State/School group at the statutory contribution rate of 12.01% for that year.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by \$194.0 million for the fiscal year ended June 30, 2019. Section 56(19) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2020. The level dollar amount was computed to be \$19.4 million per year.

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
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2018 House Substitute for Senate Bill 109 provided for additional funding for KPERS School group. A payment for \$56 million was paid in fiscal year 2018. This bill also authorized a payment of \$82 million in fiscal year 2019.

2019 Senate Bill 9 authorized a payment of \$115 million for the KPERS School group.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,793,858 for the year ended June 30, 2020.

Net Pension Liability

At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$16,042,393. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2019. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 4 - Reimbursed Expenditures:

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

Note 5 - Subsequent Events:

The District has evaluated subsequent events through January 28, 2021, the date which the financial statement was available to be issued.

Beginning around March 2020, the COVID-19 virus has been declared a global pandemic and there continues to be uncertainty surrounding the spread and duration of the virus. Operating continuity could be severely impacted for months or beyond as governments and their citizens take significant and unprecedented measures to mitigate the consequences of the pandemic. Management is carefully monitoring the situation and evaluating its options during this time. No adjustments have been made to the financial statement as a result of this uncertainty.

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

Note 6 - Capital Projects:

At year-end, capital project authorization compared with expenditures from inception are as follows:

	Project Authorization	Expenditures to Date
Elementary School Buildings and Performance Arts Center	\$ 36,900,120	\$ 36,890,141

Note 7 - Deposits:

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$9,772,084 and the bank balance was \$10,580,819. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$453,741 was covered by federal depository insurance and the remaining \$10,127,078 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Note 8 - Statutory Violation:

Bond and Interest Fund expenditures exceeded the budget amount by \$49,999 resulting in a violation of K.S.A. 79-2935.

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

Note 9 - Postemployment 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 the financial statement.

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

Note 10 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Note 11 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

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

Note 12 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

Transfer from:	Transfer to:										Total
	Preschool- Aged At-Risk	At Risk (K-12)	Bilingual Education	Virtual Education	Food Service	Professional Development	Parent Education	Summer School	Special Education	Career and Postsecondary Education	
General Fund	\$ 59,795	\$ 2,421,051	\$ 0	\$ 220,861	\$ 160,000	\$ 3,000	\$ 12,250	\$ 28,282	\$ 2,367,538	\$ 316,398	\$ 5,589,175
Supplemental											
General Fund	0	624,980	7,649	0	0	0	0	0	0	0	632,629
	<u>\$ 59,795</u>	<u>\$ 3,046,031</u>	<u>\$ 7,649</u>	<u>\$ 220,861</u>	<u>\$ 160,000</u>	<u>\$ 3,000</u>	<u>\$ 12,250</u>	<u>\$ 28,282</u>	<u>\$ 2,367,538</u>	<u>\$ 316,398</u>	<u>\$ 6,221,804</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

Note 13 - Interlocal Agreements:

Activity Center

The District entered into an Interlocal Agreement with the City of El Dorado, Kansas on April 21, 1994, to construct, furnish, equip, maintain, and operate a community educational and recreational facility. It is located immediately adjacent to and connected with the El Dorado High School building. The District has completed its payment commitment toward the facility's cost. The District is obligated to pay all custodial services and 50% of all utilities and maintenance.

Community Stadium

On March 1, 2010, the District entered into an interlocal agreement with Butler Community College and the City of El Dorado for the creation and operation of Educational Facilities Authority of Butler County to facilitate the renovation of Blackmore Stadium and the future acquisition, lease, development, improvement, renovation, repair and operation of such other educational and athletic facilities as the Authority shall determine for the joint benefit of the College, the District, the City and members of the general public. As of the date of this report, the utility costs are split by the college and the school district and all three entities are responsible for an annual long-term maintenance payment based upon percentage of use.

Note 14 - Advance Refunding of Bond Obligation:

On August 2016, the District issued \$20,720,000 of General Obligation Bonds with interest rates ranging from 2.00% to 4.00%. Of the issue \$22,669,577 was used to purchase U.S. government securities. Those securities were deposited with an escrow agent to provide for the future debt service payments on \$20,605,000 of principal amount of the 2010-B Series Bonds until the redemption date of September 1, 2020 at which time the bonds will be retired.

Note 15 - Long-Term Debt:

Principal payments are due annually for general obligation bonds. Interest payments are due semi-annually. Principal and interest payments on the capital leases are due quarterly and annually.

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

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds				
2010 Series B	6.63 - 7.00	12/30/10	\$ 20,605,000	9/1/35
2010 Series C	5.67	12/30/10	\$ 12,500,000	9/1/28
2012 Series	4.00 - 5.00	6/1/12	\$ 7,570,000	9/1/24
2016 Series A	2.00 - 4.00	8/1/16	\$ 20,720,000	9/1/35
2016 Series B	3.00 - 4.00	8/1/16	\$ 33,935,000	9/1/43
2017 Series A	3.00 - 4.00	6/6/17	\$ 9,080,000	9/1/30

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2020

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

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
2010 Series B	\$ 20,605,000	\$ 0	\$ 0	\$ 20,605,000	\$ 1,421,050
2010 Series C	11,200,000	0	950,000	10,250,000	608,107
2012 Series	5,090,000	0	850,000	4,240,000	96,370
2016 Series A	20,720,000	0	0	20,720,000	0
2016 Series B	33,935,000	0	0	33,935,000	1,276,650
2017 Series A	9,080,000	0	50,000	9,030,000	299,900
	<u>\$ 100,630,000</u>	<u>\$ 0</u>	<u>\$ 1,850,000</u>	<u>\$ 98,780,000</u>	<u>\$ 3,702,077</u>

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

	Principal	Interest	
	General Obligation Bonds	General Obligation Bonds	Total Principal and Interest
2021	\$ 22,515,000	\$ 3,278,271	\$ 25,793,271
2022	2,115,000	2,850,898	4,965,898
2023	2,205,000	2,769,121	4,974,121
2024	2,295,000	2,682,675	4,977,675
2025	2,390,000	2,589,461	4,979,461
2026 - 2030	13,115,000	11,335,811	24,450,811
2031 - 2035	16,540,000	8,651,125	25,191,125
2036 - 2040	19,055,000	5,343,625	24,398,625
2041 - 2044	18,550,000	1,529,000	20,079,000
	<u>\$ 98,780,000</u>	<u>\$ 41,029,987</u>	<u>\$ 139,809,987</u>

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Fund	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 Fund	\$ 13,670,723	\$ (595,016)	\$ 20,920	\$ 13,096,627	\$ 13,096,627	\$ 0
Special Purpose Funds						
Supplemental General	4,627,348	(127,851)	2,081	4,501,578	4,501,578	0
Preschool-Aged At-Risk	80,338	0	0	80,338	65,133	(15,205)
At Risk (K-12)	3,304,434	0	0	3,304,434	3,093,211	(211,223)
Bilingual Education	21,301	0	0	21,301	14,030	(7,271)
Virtual Education	250,000	0	0	250,000	235,861	(14,139)
Capital Outlay	2,534,093	0	0	2,534,093	1,696,160	(837,933)
Driver Training	23,300	0	0	23,300	23,300	0
Food Service	1,125,610	0	0	1,125,610	1,072,129	(53,481)
Professional Development	107,290	0	0	107,290	29,548	(77,742)
Parent Education	36,750	0	0	36,750	36,750	0
Summer School	42,652	0	0	42,652	42,652	0
Special Education	2,533,395	0	0	2,533,395	2,500,583	(32,812)
Career and Postsecondary Education	354,550	0	0	354,550	354,550	0
KPERS Contribution	1,894,839	0	0	1,894,839	1,793,858	(100,981)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	589,222	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	131,383	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Textbook & Student Material Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	11,154	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	147,290	XXXXXXXXXX
Bond and Interest Fund	5,502,078	0	0	5,502,078	5,552,077	49,999
Capital Projects	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	515,118	XXXXXXXXXX
	<u>\$ 36,108,701</u>	<u>\$ (722,867)</u>	<u>\$ 23,001</u>	<u>\$ 35,408,835</u>	<u>\$ 35,502,214</u>	<u>\$ (1,300,788)</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 9,936	\$ 20,715	\$ 0	\$ 20,715
State Sources	12,390,236	13,075,707	13,670,723	(595,016)
	<u>12,400,172</u>	<u>13,096,422</u>	<u>\$ 13,670,723</u>	<u>\$ (574,301)</u>
Expenditures				
Instruction	4,948,726	4,929,173	\$ 5,113,358	\$ (184,185)
Student Support Services	86,748	39,217	211,854	(172,637)
Instructional Support Staff	116,513	36,286	4,253	32,033
General Administration	39,812	16,118	41,500	(25,382)
School Administration	1,035,460	1,085,585	1,045,685	39,900
Central Services	6,758	0	7,000	(7,000)
Operations & Maintenance	1,568,666	1,401,073	1,713,347	(312,274)
Student Transportation Services	10,064	0	12,000	(12,000)
Transfers	4,588,346	5,589,175	5,521,726	67,449
Adjustment to Comply with Legal Max	0	0	(595,016)	595,016
Adjustment for Qualifying Budget Credits	<u>0</u>	<u>0</u>	<u>20,920</u>	<u>(20,920)</u>
	<u>12,401,093</u>	<u>13,096,627</u>	<u>\$ 13,096,627</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(921)	(205)		
Unencumbered Cash, Beginning	264	0		
Prior Year Canceled Encumbrances	<u>657</u>	<u>205</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Supplemental General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 3,151,610	\$ 3,102,101	\$ 2,770,071	\$ 332,030
County Sources	203,803	203,986	188,050	15,936
State Sources	1,220,583	1,289,556	1,326,198	(36,642)
	<u>4,575,996</u>	<u>4,595,643</u>	<u>\$ 4,284,319</u>	<u>\$ 311,324</u>
Expenditures				
Instruction	75,747	109,353	\$ 79,475	\$ 29,878
Student Support Services	787,281	817,039	822,793	(5,754)
Instructional Support Staff	786,722	878,428	826,223	52,205
General Administration	444,649	396,289	440,824	(44,535)
School Administration	26,457	20,993	28,290	(7,297)
Central Services	187,055	207,584	194,549	13,035
Operations & Maintenance	816,425	879,596	846,642	32,954
Student Transportation Services	422,228	516,303	428,711	87,592
Other Supplemental Services	26,327	43,364	28,512	14,852
Transfers	936,293	632,629	931,329	(298,700)
Adjustment to Comply with Legal Max	0	0	(127,851)	127,851
Adjustment for Qualifying Budget Credits	0	0	2,081	(2,081)
	<u>4,509,184</u>	<u>4,501,578</u>	<u>\$ 4,501,578</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	66,812	94,065		
Unencumbered Cash, Beginning	273,404	343,112		
Prior Year Canceled Encumbrances	<u>2,896</u>	<u>5,613</u>		
Unencumbered Cash, Ending	<u>\$ 343,112</u>	<u>\$ 442,790</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Preschool-Aged At-Risk Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 0	\$ 0	\$ 5,000	\$ (5,000)
Transfers	65,339	59,795	70,000	(10,205)
	<u>65,339</u>	<u>59,795</u>	<u>\$ 75,000</u>	<u>\$ (15,205)</u>
Expenditures				
Instruction	65,431	65,133	\$ 80,338	\$ (15,205)
	<u>65,431</u>	<u>65,133</u>	<u>\$ 80,338</u>	<u>\$ (15,205)</u>
Receipts Over (Under) Expenditures	(92)	(5,338)		
Unencumbered Cash, Beginning	5,430	5,338		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 5,338</u>	<u>\$ 0</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>At Risk (K-12) Fund</u>	<u>Current Year</u>			<u>Variance - Over (Under)</u>
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	<u>\$ 2,882,951</u>	<u>\$ 3,046,031</u>	<u>\$ 3,204,434</u>	<u>\$ (158,403)</u>
	<u>2,882,951</u>	<u>3,046,031</u>	<u>\$ 3,204,434</u>	<u>\$ (158,403)</u>
Expenditures				
Instruction	2,848,177	3,072,839	\$ 3,142,422	\$ (69,583)
Student Support Services	70,539	0	131,000	(131,000)
Instructional Support Staff	17,983	18,783	11,410	7,373
School Administration	<u>1,317</u>	<u>1,589</u>	<u>19,602</u>	<u>(18,013)</u>
	<u>2,938,016</u>	<u>3,093,211</u>	<u>\$ 3,304,434</u>	<u>\$ (211,223)</u>
Receipts Over (Under) Expenditures	(55,065)	(47,180)		
Unencumbered Cash, Beginning	155,065	100,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 100,000</u>	<u>\$ 52,820</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Bilingual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	\$ 8,036	\$ 7,649	\$ 8,329	\$ (680)
	<u>8,036</u>	<u>7,649</u>	<u>\$ 8,329</u>	<u>\$ (680)</u>
Expenditures				
Instruction	0	14,030	\$ 21,301	\$ (7,271)
	<u>0</u>	<u>14,030</u>	<u>\$ 21,301</u>	<u>\$ (7,271)</u>
Receipts Over (Under) Expenditures	8,036	(6,381)		
Unencumbered Cash, Beginning	4,936	12,972		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 12,972</u>	<u>\$ 6,591</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Virtual Education Fund</u>	Prior Year	<u>Current Year</u>		Variance -
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over (Under)</u>
Cash Receipts				
Transfers	\$ 68,540	\$ 220,861	\$ 250,000	\$ (29,139)
	<u>68,540</u>	<u>220,861</u>	<u>\$ 250,000</u>	<u>\$ (29,139)</u>
Expenditures				
Instruction	75,863	235,861	\$ 250,000	\$ (14,139)
	<u>75,863</u>	<u>235,861</u>	<u>\$ 250,000</u>	<u>\$ (14,139)</u>
Receipts Over (Under) Expenditures	(7,323)	(15,000)		
Unencumbered Cash, Beginning	22,323	15,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 15,000</u>	<u>\$ 0</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Capital Outlay Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,337,354	\$ 787,373	\$ 508,536	\$ 278,837
County Sources	55,670	65,421	60,373	5,048
State Sources	106,015	75,324	76,261	(937)
	<u>1,499,039</u>	<u>928,118</u>	<u>\$ 645,170</u>	<u>\$ 282,948</u>
Expenditures				
Instruction	770,191	255,405	\$ 291,955	\$ (36,550)
Student Support Services	272,946	13,081	7,396	5,685
Instructional Support Services	255,848	17,500	550,000	(532,500)
General Administration	24,444	7,267	30,000	(22,733)
Central Services	0	1,135,184	1,254,742	(119,558)
Operations & Maintenance	727,303	267,723	400,000	(132,277)
Transportation	370,491	0	0	0
	<u>2,421,223</u>	<u>1,696,160</u>	<u>\$ 2,534,093</u>	<u>\$ (837,933)</u>
Receipts Over (Under) Expenditures	(922,184)	(768,042)		
Unencumbered Cash, Beginning	2,797,811	1,882,492		
Prior Year Canceled Encumbrances	<u>6,865</u>	<u>127</u>		
Unencumbered Cash, Ending	<u>\$ 1,882,492</u>	<u>\$ 1,114,577</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Driver Training Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 5,210	\$ 1,357	\$ 0	\$ 1,357
State Sources	8,967	10,530	8,840	1,690
	<u>14,177</u>	<u>11,887</u>	<u>\$ 8,840</u>	<u>\$ 3,047</u>
Expenditures				
Instruction	14,820	23,300	\$ 22,300	\$ 1,000
Vehicle Operations, Maintenance Services	0	0	1,000	(1,000)
	<u>14,820</u>	<u>23,300</u>	<u>\$ 23,300</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(643)	(11,413)		
Unencumbered Cash, Beginning	81,403	80,760		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 80,760</u>	<u>\$ 69,347</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Food Service Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 289,247	\$ 256,578	\$ 259,058	\$ (2,480)
State Sources	10,184	9,666	8,258	1,408
Federal Sources	707,497	735,708	676,142	59,566
Transfers	40,000	160,000	167,000	(7,000)
	<u>1,046,928</u>	<u>1,161,952</u>	<u>\$ 1,110,458</u>	<u>\$ 51,494</u>
Expenditures				
Operations & Maintenance	54,541	52,972	\$ 54,300	\$ (1,328)
Food Service Operation	<u>1,063,761</u>	<u>1,019,157</u>	<u>1,071,310</u>	<u>(52,153)</u>
	<u>1,118,302</u>	<u>1,072,129</u>	<u>\$ 1,125,610</u>	<u>\$ (53,481)</u>
Receipts Over (Under) Expenditures	(71,374)	89,823		
Unencumbered Cash, Beginning	107,203	35,829		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 35,829</u>	<u>\$ 125,652</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Professional Development Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 480	\$ 750	\$ 0	\$ 750
State Sources	14,737	4,732	12,875	(8,143)
Transfers	74,706	3,000	95,000	(92,000)
	<u>89,923</u>	<u>8,482</u>	<u>\$ 107,875</u>	<u>\$ (99,393)</u>
Expenditures				
Instructional Support Staff	101,835	29,548	\$ 107,290	\$ (77,742)
	<u>101,835</u>	<u>29,548</u>	<u>\$ 107,290</u>	<u>\$ (77,742)</u>
Receipts Over (Under) Expenditures	(11,912)	(21,066)		
Unencumbered Cash, Beginning	41,912	30,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>778</u>		
Unencumbered Cash, Ending	<u>\$ 30,000</u>	<u>\$ 9,712</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Parent Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 23,533	\$ 24,500	\$ 24,584	\$ (84)
Transfers	13,011	12,250	12,292	(42)
	<u>36,544</u>	<u>36,750</u>	<u>\$ 36,876</u>	<u>\$ (126)</u>
Expenditures				
Instruction	24,221	26,732	\$ 24,260	\$ 2,472
Instructional Support Services	3,274	190	3,000	(2,810)
School Administration	9,049	9,828	9,490	338
	<u>36,544</u>	<u>36,750</u>	<u>\$ 36,750</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>287</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 287</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Summer School Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 4,103	\$ 720	\$ 0	\$ 720
Transfers	<u>19,798</u>	<u>28,282</u>	<u>28,000</u>	<u>282</u>
	<u>23,901</u>	<u>29,002</u>	<u>\$ 28,000</u>	<u>\$ 1,002</u>
Expenditures				
Instruction	<u>42,925</u>	<u>42,652</u>	<u>\$ 42,652</u>	<u>\$ 0</u>
	<u>42,925</u>	<u>42,652</u>	<u>\$ 42,652</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(19,024)	(13,650)		
Unencumbered Cash, Beginning	33,675	14,651		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 14,651</u>	<u>\$ 1,001</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Special Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 26,859	\$ 18,418	\$ 0	\$ 18,418
Transfers	<u>2,036,112</u>	<u>2,367,538</u>	<u>2,460,000</u>	<u>(92,462)</u>
	<u>2,062,971</u>	<u>2,385,956</u>	<u>\$ 2,460,000</u>	<u>\$ (74,044)</u>
Expenditures				
Instruction	2,087,676	2,157,941	\$ 2,194,000	\$ (36,059)
Student Support Services	93,935	100,813	96,100	4,713
Operations & Maintenance	9	587	15	572
Student Transportation Services	<u>240,040</u>	<u>241,242</u>	<u>243,280</u>	<u>(2,038)</u>
	<u>2,421,660</u>	<u>2,500,583</u>	<u>\$ 2,533,395</u>	<u>\$ (32,812)</u>
Receipts Over (Under) Expenditures	(358,689)	(114,627)		
Unencumbered Cash, Beginning	656,979	298,290		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 298,290</u>	<u>\$ 183,663</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

Career and Postsecondary Education Fund	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
State Sources	\$ 5,797	\$ 13,102	\$ 9,360	\$ 3,742
Federal Sources	16,806	50	0	50
Transfers	316,146	316,398	333,000	(16,602)
	<u>338,749</u>	<u>329,550</u>	<u>\$ 342,360</u>	<u>\$ (12,810)</u>
Expenditures				
Instruction	<u>353,749</u>	<u>354,550</u>	<u>\$ 354,550</u>	<u>\$ 0</u>
	<u>353,749</u>	<u>354,550</u>	<u>\$ 354,550</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(15,000)	(25,000)		
Unencumbered Cash, Beginning	40,000	25,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 25,000</u>	<u>\$ 0</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>KPERS Contribution Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
State Sources	\$ 1,141,864	\$ 1,793,858	\$ 1,894,839	\$ (100,981)
	<u>1,141,864</u>	<u>1,793,858</u>	<u>\$ 1,894,839</u>	<u>\$ (100,981)</u>
Expenditures				
Instruction	823,284	1,293,371	\$ 1,314,839	\$ (21,468)
Student Support Services	154,152	242,171	350,000	(107,829)
Instructional Support Staff	25,121	39,466	35,000	4,466
General Administration	33,114	52,022	40,000	12,022
School Administration	34,256	53,816	50,000	3,816
Central Services	5,709	8,969	10,000	(1,031)
Operations & Maintenance	39,965	62,785	55,000	7,785
Student Transportation Services	12,561	19,732	20,000	(268)
Food Service Operation	13,702	21,526	20,000	1,526
	<u>1,141,864</u>	<u>1,793,858</u>	<u>\$ 1,894,839</u>	<u>\$ (100,981)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Bond and Interest Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 3,789,635	\$ 4,549,990	\$ 4,187,893	\$ 362,097
County Sources	287,849	270,861	250,096	20,765
State Sources	348,452	446,313	437,560	8,753
Federal Tax Credit	1,069,863	1,039,053	1,100,000	(60,947)
	<u>5,495,799</u>	<u>6,306,217</u>	<u>\$ 5,975,549</u>	<u>\$ 330,668</u>
Expenditures				
Debt Service	<u>5,444,391</u>	<u>5,552,077</u>	<u>\$ 5,502,078</u>	<u>\$ 49,999</u>
	<u>5,444,391</u>	<u>5,552,077</u>	<u>\$ 5,502,078</u>	<u>\$ 49,999</u>
Receipts Over (Under) Expenditures	51,408	754,140		
Unencumbered Cash, Beginning	5,112,398	5,163,806		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 5,163,806</u>	<u>\$ 5,917,946</u>		

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

<u>Federal Funds</u>			
		Prior Year Actual	Current Year Actual
Cash Receipts			
Federal Sources		\$ 654,815	\$ 582,976
		<u>654,815</u>	<u>582,976</u>
Expenditures			
Instruction		579,875	483,206
Student Support Services		3,287	1,922
Instructional Support Services		73,337	104,094
School Administration		1,400	0
		<u>657,899</u>	<u>589,222</u>
Receipts Over (Under) Expenditures		(3,084)	(6,246)
Unencumbered Cash, Beginning		3,121	37
Prior Year Canceled Encumbrances		<u>0</u>	<u>0</u>
Unencumbered Cash, Ending		<u>\$ 37</u>	<u>\$ (6,209)</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 116,826	\$ 0
State Sources	26,000	147,664
Federal Sources	0	17,749
	<u>142,826</u>	<u>165,413</u>
Expenditures		
Instruction	118,172	65,365
Student Support Staff	0	66,018
	<u>118,172</u>	<u>131,383</u>
Receipts Over (Under) Expenditures	24,654	34,030
Unencumbered Cash, Beginning	139,304	163,958
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 163,958</u>	<u>\$ 197,988</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

Contingency Reserve Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers	\$ 0	\$ 0
	<u>0</u>	<u>0</u>
Expenditures		
Other	0	0
	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, Beginning	1,166,320	1,166,320
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 1,166,320</u>	<u>\$ 1,166,320</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

Textbook & Student Material		
<u>Revolving Fund</u>		
	Prior Year	Current Year
	<u>Actual</u>	<u>Actual</u>
Cash Receipts		
Local Sources	\$ 79,085	\$ 65,113
	<u>79,085</u>	<u>65,113</u>
Expenditures		
Instruction	<u>115,215</u>	<u>11,154</u>
	<u>115,215</u>	<u>11,154</u>
Receipts Over (Under) Expenditures	(36,130)	53,959
Unencumbered Cash, Beginning	40,850	4,720
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 4,720</u>	<u>\$ 58,679</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - CAPITAL PROJECTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 708,233	\$ 3,193
	<u>708,233</u>	<u>3,193</u>
Expenditures		
New Building Acquisition & Construction	1,822,710	515,118
	<u>1,822,710</u>	<u>515,118</u>
Receipts Over (Under) Expenditures	(1,114,477)	(511,925)
Unencumbered Cash, Beginning	1,636,381	521,904
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 521,904</u>	<u>\$ 9,979</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
El Dorado High School				
Football	\$ 370	\$ 10,437	\$ 10,269	\$ 538
Cross Country	1,092	0	0	1,092
Volleyball	818	1,030	278	1,570
Boys Soccer	0	2,230	259	1,971
Cheer	3,028	5,999	7,886	1,141
Boys Basketball	1,474	490	1,252	712
Girls Basketball	95	442	469	68
Bowling	25	364	325	64
Dance	1,069	810	1,613	266
Track/Field	22	0	0	22
Baseball	1,079	4,270	3,941	1,408
Softball	20	0	0	20
Golf	802	0	0	802
Girls Soccer	40	0	0	40
Art	523	0	0	523
Bookworm	1,264	0	136	1,128
Circle of Friends	1,634	0	131	1,503
Scholars Bowl	191	950	908	233
Communications	454	0	0	454
Earth Care Club	626	357	259	724
FCCLA	1,028	2,656	1,201	2,483
Debate & Forensics	5,664	3,782	2,482	6,964
Kaleidoscope	1,887	1,481	1,557	1,811
Kay	3,220	3,244	2,142	4,322
Math Club	273	0	0	273
National Honor Society	962	1,111	651	1,422
Orchestra Club	2,731	11,661	1,919	12,473
Robotics/Skills USA Club	363	1,091	1,364	90
Vocal Music Club	1,549	3,945	2,215	3,279
World Cultures Club	366	0	34	332
FCA	550	0	0	550
DECA	3,028	7,750	5,722	5,056
	36,247	64,100	47,013	53,334

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
El Dorado High School (continued)				
Art Club	86	0	0	86
Color Guard	28	506	223	311
Concessions	4,545	21,045	16,280	9,310
Crier-Ad Business	86	0	0	86
SADD	2,525	1,686	1,249	2,962
In House Training	1,493	250	225	1,518
Sales Tax	87	7,167	7,241	13
Instrumental Music	154	150	0	304
Student Council	1,203	912	1,208	907
Media Technology	465	0	0	465
JAG	178	973	951	200
Safety Council	2,406	2,486	1,770	3,122
Class of 2019	4,413	0	4,413	0
Class of 2020	2,611	1,649	1,007	3,253
Class of 2021	1,273	2,601	693	3,181
Class of 2022	660	1,592	21	2,231
Class of 2023	0	1,620	1,052	568
Cat's Corner Store	358	335	250	443
	<u>58,818</u>	<u>107,072</u>	<u>83,596</u>	<u>82,294</u>
El Dorado Middle School				
Kay	103	636	499	240
String Fling	290	1,060	1,134	216
Concessions	5,955	18,169	15,344	8,780
Pop Machines	1,087	748	814	1,021
Stuco	818	486	496	808
	<u>8,253</u>	<u>21,099</u>	<u>18,287</u>	<u>11,065</u>
Other				
Employee Trust/HR Reserve	33,858	(3,708)	0	30,150
Dr. John Horner	1,489	0	100	1,389
Wiedeman	26,010	713	1,839	24,884
Broers Special Education	20,481	90	20,571	0
	<u>81,838</u>	<u>(2,905)</u>	<u>22,510</u>	<u>56,423</u>
Total Agency Funds	<u>\$ 148,909</u>	<u>\$ 125,266</u>	<u>\$ 124,393</u>	<u>\$ 149,782</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
El Dorado High School							
Gate Receipts							
Athletics - High School	\$ 17,676	\$ 0	\$ 78,046	\$ 90,574	\$ 5,148	\$ 0	\$ 5,148
Yearbook	2,816	0	7883	9487	1,212	0	1,212
SRO Parking	0	0	119	0	119	0	119
Crimestoppers	361	0	0	0	361	0	361
Tobacco diversion Class	0	0	360	115	245	0	245
Lillian Benson	1,854	0	0	1854	0	0	0
Insight Magazine	0	0	67	13	54	0	54
Dramatics	9,728	0	11216	9903	11,041	0	11,041
Science Olympiad	231	0	150	0	381	0	381
Student Services	73	0	0	0	73	0	73
Lifeguard Training	509	0	600	856	253	0	253
	<u>33,248</u>	<u>0</u>	<u>98,441</u>	<u>112,802</u>	<u>18,887</u>	<u>0</u>	<u>18,887</u>

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2020

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
El Dorado Middle School							
Activity/Apparel	1,163	0	842	1,012	993	0	993
Boxtops	525	0	3	0	528	0	528
Circle of Friends	367	0	0	0	367	0	367
EMS Activities	350	0	744	618	476	0	476
Entry Fees	455	0	920	100	1,275	0	1,275
Fundraiser	1,458	0	1,401	426	2,433	0	2,433
Musical	6,646	0	4,761	5,604	5,803	0	5,803
Ticket Gate	5,214	0	23,109	23,276	5,047	0	5,047
Yearbook	6,101	0	1,623	3,001	4,723	0	4,723
Cheer	422	0	240	451	211	0	211
	<u>22,701</u>	<u>0</u>	<u>33,643</u>	<u>34,488</u>	<u>21,856</u>	<u>0</u>	<u>21,856</u>
Total District Activity Funds	<u>\$ 55,949</u>	<u>\$ 0</u>	<u>\$ 132,084</u>	<u>\$ 147,290</u>	<u>\$ 40,743</u>	<u>\$ 0</u>	<u>\$ 40,743</u>

FEDERAL AWARD INFORMATION



**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**

INDEPENDENT AUDITORS' REPORT

**Board of Education
El Dorado Unified School District No. 490
El Dorado, Kansas**

We have audited, in accordance with auditing standards generally accepted in the United States of America 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 **El Dorado Unified School District No. 490, El Dorado, Kansas**, as of and for the year ended **June 30, 2020**, and the related notes to the financial statement, which collectively comprise **El Dorado Unified School District No. 490, El Dorado, Kansas'** basic financial statement, and have issued our report thereon dated January 28, 2021. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* 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 **El Dorado Unified School District No. 490, El Dorado, Kansas'** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **El Dorado Unified School District No. 490, El Dorado, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **El Dorado Unified School District No. 490, El Dorado, Kansas'** 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 entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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.

**Board of Education
El Dorado Unified School District No. 490**

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 **El Dorado Unified School District No. 490, El Dorado, Kansas'** financial statement is free from 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 financial statement. 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.

BFR CPA, LLC

BFR CPA, LLC
January 28, 2021



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

INDEPENDENT AUDITORS' REPORT

**Board of Education
El Dorado Unified School District No. 490
El Dorado, Kansas**

Report on Compliance for Each Major Federal Program

We have audited the compliance of **El Dorado Unified School District No. 490, El Dorado, Kansas**, with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of **El Dorado Unified School District No. 490, El Dorado, Kansas'** major federal programs for the year ended **June 30, 2020**. **El Dorado Unified School District No. 490, El Dorado, Kansas'** major federal financial programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of **El Dorado Unified School District No. 490, El Dorado, Kansas'** major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance 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 the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. 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 that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **El Dorado Unified School District No. 490, El Dorado, Kansas'** 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 of **El Dorado Unified School District No. 490, El Dorado, Kansas'** compliance.

**Board of Education
El Dorado Unified School District No. 490**

Opinion on Each Major Federal Program

In our opinion, **El Dorado Unified School District No. 490, El Dorado, Kansas** 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, 2020**.

Report on Internal Control Over Compliance

Management of **El Dorado Unified School District No. 490, El Dorado, Kansas** 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 **El Dorado Unified School District No. 490, El Dorado, Kansas'** internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the 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 **El Dorado Unified School District No. 490, El Dorado, Kansas'** 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weakness 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.

BFR CPA, LLC
BFR CPA, LLC
January 28, 2021

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020

Grant Title	Federal CFDA No.	Program Amount	Unencumbered Cash 7-1-19	Receipts	Expenditures	Unencumbered Cash 6-30-20
<u>(Passes Through Kansas Department of Education)</u>						
Department of Agriculture						
Child Nutrition Cluster-Cluster						
School Breakfast Program	10.553	\$ 147,351				
National School Lunch Program	10.555	380,739				
Summer Food Service Program for Children	10.559	207,618				
		<u>735,708</u>	<u>\$ 0</u>	<u>\$ 735,708</u>	<u>\$ 735,708</u>	<u>\$ 0</u>
Department of Education						
Title I Grants to Local Educational Agencies	84.010	451,318	37	451,318	451,355	0
Career and Technical Education - Basic Grants to States	84.048	50	0	50	50	0
Supporting Effective Instruction State Grants	84.367	85,628	0	85,628	85,628	0
Student Support and Academic Enrichment Program	84.424	27,189	0	27,189	27,189	0
COVID-19 - Education Stabilization Fund	84.425	375,049	0	18,841	25,050	(6,209)
		<u>939,234</u>	<u>37</u>	<u>583,026</u>	<u>589,272</u>	<u>(6,209)</u>
Department of Health and Human Services						
Temporary Assistance for Needy Families Cluster-Cluster						
Temporary Assistance for Needy Families State Programs	93.558	22,688	0	17,749	22,688	(4,939)
Total Federal Awards		<u>\$ 1,697,630</u>	<u>\$ 37</u>	<u>\$ 1,336,483</u>	<u>\$ 1,347,668</u>	<u>\$ (11,148)</u>

The accompanying notes are an integral part of this schedule.

EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **El Dorado Unified School District No. 490, El Dorado, Kansas**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the 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).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

**EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement of **El Dorado Unified School District No. 490, El Dorado, Kansas**.
2. No significant deficiencies or material weaknesses were reported in the 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*.
3. No instances of noncompliance material to the financial statement of **El Dorado Unified School District No. 490, El Dorado, Kansas**, were disclosed during the audit.
4. No significant deficiencies or material weakness were reported in the Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.
5. The independent auditors' report on compliance for the major federal award programs for **El Dorado Unified School District No. 490, El Dorado, Kansas**, expresses an unmodified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for **El Dorado Unified School District No. 490, El Dorado, Kansas**.
7. The programs tested as major programs were:

Child Nutrition Cluster-Cluster	
School Breakfast Program	10.553
National School Lunch Program	10.555
Summer Food Service Program for Children	10.559
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. **El Dorado Unified School District No. 490, El Dorado, Kansas**, was determined not to be a low-risk auditee.

**EL DORADO UNIFIED SCHOOL DISTRICT NO. 490
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

There are no prior audit findings.