

UNIFIED SCHOOL DISTRICT NO. 333

Concordia, Kansas

FINANCIAL STATEMENT AND
INDEPENDENT AUDITOR'S REPORT

For the Year Ended June 30, 2020

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas
June 30, 2020

Quentin Breese – Superintendent
Tracey Holmes – Board Clerk
Ronda Gumm – Business Office Manager/Treasurer

BOARD MEMBERS

Mark Nordell – President
Tony Miller – Vice President
Mary Beth Smith
Kevin Pounds
John Culley
Tim Beims
Brian Bombardier

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

For the Year Ended June 30, 2020

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Concordia, Kansas

For the Year Ended June 30, 2020

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 333
Concordia, Kansas 66901

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 333, Concordia, Kansas, a Municipality, as of and for the year ended June 30, 2020, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the presentation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, 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 auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 333, Concordia, 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 U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 333, Concordia, Kansas as of June 30, 2020, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 333, Concordia, Kansas, as of June 30, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matter

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements – agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, and schedule of regulatory receipts and disbursements – student activity funds (Schedules 1, 2, 3, 4, and 5 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Unified School District No. 333's basic financial statement. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, 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 from 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 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements 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 schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements 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 February 8, 2021, on our consideration of Unified School District No. 333's 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 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 Unified School District No. 333's internal control over financial reporting and compliance.

Respectfully submitted,
Mapes & Miller LLP
Certified Public Accountants

Phillipsburg, Kansas
February 8, 2021

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended June 30, 2020

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General Fund	\$ -	\$ -	\$ 8,520,711	\$ 8,520,711	\$ -	\$ 107,110	\$ 107,110
Supplemental General Fund	96,705	-	2,579,354	2,597,708	78,351	414,951	493,302
Special Purpose Funds							
Special Education Cooperative Fund	599,281	-	5,239,233	4,916,484	922,030	366,538	1,288,568
Preschool-Aged At Risk Fund	-	-	108,411	108,411	-	1,709	1,709
At Risk (K-12) Fund	24,000	-	978,737	952,737	50,000	79,906	129,906
Bilingual Education Fund	4	-	23,025	23,029	-	-	-
Capital Outlay Fund	1,076,455	-	990,052	1,037,370	1,029,137	400,274	1,429,411
Driver Training Fund	19,771	-	6,630	11,630	14,771	-	14,771
Food Service Fund	99,605	-	651,302	644,905	106,002	-	106,002
Professional Development Fund	16,359	-	41,391	33,512	24,238	-	24,238
Special Education Fund	128,615	-	1,969,883	1,968,498	130,000	-	130,000
Career & Postsecondary Education Fund	43,016	-	207,330	202,346	48,000	21,448	69,448
Textbook & Student Material Revolving Fund	86,440	-	50,228	102,799	33,869	-	33,869
KPERS Special Retirement Contribution Fund	-	-	1,444,178	1,444,178	-	-	-
Contingency Reserve Fund	808,393	-	3,297	-	811,690	-	811,690
Gifts & Grants Fund	32,178	-	46,310	45,817	32,671	4,059	36,730
Parents as Teachers Fund	-	-	148,069	137,565	10,504	14,221	24,725
Federal Funds	5,452	-	484,709	505,060	(14,899) *	28,449	13,550
District Activity Funds	17,132	2,011	153,113	132,567	39,689	-	39,689

* See Note 3, Cash Basis Exception.

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

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Statement 1
(Cont.)

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended June 30, 2020

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Bond & Interest Fund							
Bond & Interest Fund	\$ 586,511	\$ -	\$ 452,131	\$ 371,713	\$ 666,929	\$ -	\$ 666,929
Trust Funds							
Donald Wade Scholarship Fund	3,978	-	37	-	4,015	-	4,015
Cheryl Laas Memorial Fund	4,598	-	49	500	4,147	-	4,147
Nicole Barleen Scholarship Fund	27,772	-	1,237	1,000	28,009	-	28,009
Terry Harscholder Scholarship	-	-	4,963	-	4,963	-	4,963
Trevor Gennette Scholarship Fund	526	-	697	500	723	-	723
Total Reporting Entity (Excluding Agency Funds)	\$ 3,676,791	\$ 2,011	\$ 24,105,077	\$ 23,759,040	\$ 4,024,839	\$ 1,438,665	\$ 5,463,504
Composition of Cash							
American State Bank & Trust							
Checking							
\$ 5,137,191							
Certificates of Deposit							
330,000							
Citizens National Bank							
Savings Accounts							
16,331							
Certificates of Deposit							
25,303							
Central National Bank							
Certificates of Deposit							
200,000							
United Bank & Trust							
Certificates of Deposit							
-							
Total Cash							
5,708,825							
Agency Funds per Schedule 3							
(245,321)							
Total Reporting Entity (Excluding Agency Funds)							
\$ 5,463,504							

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

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

NOTES TO THE FINANCIAL STATEMENT
June 30, 2020

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. FINANCIAL REPORTING ENTITY

Unified School District No. 333, Concordia, Kansas is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents Unified School District No. 333, Concordia, Kansas, a Municipality.

B. REGULATORY BASIS FUND TYPES

In governmental accounting, 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 for the District for the year ended June 30, 2020.

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

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

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

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

Agency Funds—used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.)

C. REGULATORY BASIS OF ACCOUNTING AND DEPARTURE FROM ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA

The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory

basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

D. BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments made for the year ended June 30, 2020.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, 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 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, Agency Funds, and the following Special Purpose Funds:

Textbook & Student Material Revolving Fund
Contingency Reserve Fund
Gifts and Grants Fund
Federal Funds
District Activity Funds

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.

2. STEWARDSHIP COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

A. The District is not aware of any non-compliance with Kansas statutes.

3. CASH BASIS EXCEPTION

The Federal Funds ended the year with a negative unencumbered cash balance of \$14,899. K.S.A. 12-1664 provides an exception for a cash basis law violation for intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed under conditions of the grant award. The negative balance of this fund is due to the Kansas Reading Roadmap Grant, which requires the recipient to spend the funds and then request reimbursement. The District made an expenditure that relates to the Kansas Reading Roadmap Grant towards the end of the fiscal year and then requested the grant reimbursement. The District received a \$31,256 Kansas Reading Roadmap Grant reimbursement on August 4, 2020.

4. 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 Municipality'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 Municipality has no investment policy that would further limit its investment choices.

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

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

At June 30, 2020, the District's carrying amount of deposits was \$5,708,825 and the bank balance was \$5,935,942. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$493,134 was covered by federal depository insurance, \$5,442,808 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the 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.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	Preschool-Aged At Risk Fund	K.S.A. 72-5167	\$ 103,926
General Fund	At Risk (K-12) Fund	K.S.A. 72-5167	456,326
General Fund	Bilingual Education Fund	K.S.A. 72-5167	13,525
General Fund	Professional Development Fund	K.S.A. 72-5167	28,026
General Fund	Special Education Fund	K.S.A. 72-5167	1,946,433
General Fund	Career & Postsecondary Education Fund	K.S.A. 72-5167	169,040
General Fund	Contingency Reserve Fund	K.S.A. 72-5167	3,297
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	522,411
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	9,500
Supplemental General Fund	Career & Postsecondary Education Fund	K.S.A. 72-5143	23,091

6. DEFINED BENEFIT PENSION PLAN

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

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

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

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

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

2018 House Substitute for Senate Bill 109 provided for additional funding for KPERS School group. A payment of \$56 million was paid in fiscal year 2018. This bill also authorized a payment of \$82 million in fiscal year 2019.

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,444,178 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 \$12,241,511. 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 publically available on the website at www.kpers.org or can be obtained as described above.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

A. Other Post Employment Benefits

As provided by K.S.A. 12-5040, the District allows for retirees (and their dependents) with a minimum of 10 years of service in the district and who have reached KPERS requirements for full benefits, to continue participation in the district group health insurance plan until such time as the retiree reaches age 65. Retirees pay for dependent coverage at the employee rate.

The District provides for a single health insurance plan for retirees who were full-time twelve month employees upon retirement, with the district paying the premiums directly to the provider. The district provides this benefit to qualified retirees until they reach age 65 or are eligible for Medicare benefits. In the event of the retiree's death before the age of 65, this benefit would

continue to the retiree’s spouse until the retiree would have reached 65 or as limited by COBRA regulations. The total amount paid for the year ended June 30, 2020 by the district for these retirees was \$158,644.

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.

B. Death and Disability Other Post Employment Benefits

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

C. Compensated Absences

Vacation and Sick Leave

Certified and classified employees are granted three paid, non-accumulative discretionary days per year. Each classified employee, depending upon position is granted between 10 and 12 days of sick leave per year up to an accumulation of 90 sick days. Accumulated sick leave is paid upon resignation or retirement from the District at a rate of \$10 per day (up to \$900) for classified employees. Certified employees receive ten paid sick days per year and are allowed to accumulate up to 90 sick days. Upon resignation, retirement, termination or death of the employee, sick leave is paid to certified employees at the rate of \$20 per day (up to \$1,800). Full time, 12-month classified employees, receive 1 day of paid vacation for each month of work. Vacation days accumulate up to 15 days and are payable upon retirement or resignation at the employee’s regular rate.

As of June 30, 2020, accumulated sick leave payable to certified employees totaled \$83,969 and accumulated sick leave payable to classified employees totaled \$36,253. Vacation leave payable to classified employees totaled \$54,775 as of June 30, 2020.

8. RISK MANAGEMENT

The Unified School District No. 333 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 has purchased commercial insurance for these potential risks.

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

9. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$234,631 subsequent to June 30, 2020 and as required by K.S.A. 72-5135(d) the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

10. GENERAL OBLIGATION BONDS

On November 1, 2019, the District issued in the principal amount \$3,550,000 of General Obligation Refunding Bonds, Series 2019, to advance refund \$3,310,000 of Series 2013 Bonds maturing in the years 2025 through 2033.

11. SUBSEQUENT EVENTS

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

The District has evaluated events subsequent to year end through the date of this report, and does not believe any events through the date of this report have occurred which effect the financial statement as presented.

12. LONG-TERM DEBT

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

Issue	Interest Rate	Date Issued	Amount of Issue	Date of Final Maturity	Balance 7/1/2019	Additions	Reductions/Payments	Balance 6/30/2020	Interest Paid
General Obligation Bonds									
Series 2013	3-3.1%	12/23/2013	5,500,000	9/1/2033	\$ 4,835,000	\$ -	\$ 3,535,000	\$ 1,300,000	\$ 112,159
Series 2019	2.9-3.1%	11/1/2019	3,550,000	9/1/2033	-	3,550,000	-	3,550,000	34,554
Total General Obligation Bonds					4,835,000	3,550,000	3,535,000	4,850,000	146,713
Leases									
Track Lease	2.97%	11/13/2017	1,250,000	11/1/2024	906,676	-	170,926	735,750	27,153
Bus Lease	2.49%	8/2/2017	156,402	8/31/2022	112,505	-	21,005	91,500	2,801
Bus Lease	2.49%	11/1/2017	91,162	11/1/2022	65,351	-	12,232	53,119	1,645
Total Leases					1,084,532	-	204,163	880,369	31,599
Total Contractual Indebtedness					\$ 5,919,532	\$ 3,550,000	\$ 3,739,163	\$ 5,730,369	\$ 178,312

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

Year Ended June 30	General Obligation Bonds		Leases		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 265,000	\$ 139,053	\$ 209,946	\$ 25,816	\$ 474,946	\$ 164,869
2022	260,000	120,489	216,103	19,660	476,103	140,149
2023	290,000	101,641	262,363	12,958	552,363	114,599
2024	300,000	92,998	191,957	5,806	491,957	98,804
2025	315,000	83,802	-	-	315,000	83,802
2026-2030	1,770,000	295,680	-	-	1,770,000	295,680
2031-2034	1,650,000	77,731	-	-	1,650,000	77,731
Total	\$ 4,850,000	\$ 911,394	\$ 880,369	\$ 64,240	\$ 5,730,369	\$ 975,634

UNIFIED SCHOOL DISTRICT NO. 333
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2020

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended June 30, 2020

FUNDS	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:						
General Funds						
General Fund	\$ 8,537,526	\$ (212,485)	\$ 195,670	\$ 8,520,711	\$ 8,520,711	\$ -
Supplemental General Fund	2,626,970	(29,262)	-	2,597,708	2,597,708	-
Special Purpose Funds						
Special Education Cooperative Fund	5,931,508	-	-	5,931,508	4,916,484	(1,015,024)
Preschool-Aged At Risk Fund	120,000	-	-	120,000	108,411	(11,589)
At Risk (K-12) Fund	981,200	-	-	981,200	952,737	(28,463)
Bilingual Education Fund	23,504	-	-	23,504	23,029	(475)
Capital Outlay Fund	1,937,326	-	-	1,937,326	1,037,370	(899,956)
Driver Training Fund	26,271	-	-	26,271	11,630	(14,641)
Food Service Fund	768,395	-	-	768,395	644,905	(123,490)
Professional Development Fund	47,400	-	-	47,400	33,512	(13,888)
Special Education Fund	2,043,336	-	-	2,043,336	1,968,498	(74,838)
Career & Postsecondary Fund	224,517	-	-	224,517	202,346	(22,171)
KPERs Special Retirement Contribution Fund	1,518,642	-	-	1,518,642	1,444,178	(74,464)
Parents as Teachers Fund	166,625	-	-	166,625	137,565	(29,060)
Bond & Interest Fund						
Bond & Interest Fund	406,587	-	-	406,587	371,713	(34,874)

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-1

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

GENERAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Reimbursements	\$ 186,728	\$ -	\$ 186,728
Federal Reimbursements	260	-	260
State Reimbursements	8,682	-	8,682
State Aid	7,283,691	7,378,660	(94,969)
Special Education Aid	1,041,350	1,158,866	(117,516)
	8,520,711	\$ 8,537,526	\$ (16,815)
EXPENDITURES			
Instruction	2,847,448	\$ 2,526,600	\$ 320,848
Student Support Services	143,718	272,636	(128,918)
Instructional Support Staff	255,090	428,400	(173,310)
General Administration	260,879	308,500	(47,621)
School Administration	682,304	740,500	(58,196)
Central Services	194,440	212,150	(17,710)
Operations & Maintenance	985,509	1,159,500	(173,991)
Supervision	273,649	271,500	2,149
Vehicle Operating Services	91,677	108,000	(16,323)
Vehicle & Maintenance Services	62,629	65,000	(2,371)
Other Student Transportation Services	786	3,500	(2,714)
Other Support Services	2,009	2,500	(491)
Outgoing Transfers	2,720,573	2,438,740	281,833
Adjustments to Comply with Legal Max	-	(212,485)	212,485
	8,520,711	8,325,041	195,670
Legal General Fund Budget	8,520,711	8,325,041	195,670
Adjustment for Qualifying Budget Credits			
Reimbursements	-	195,670	(195,670)
	8,520,711	\$ 8,520,711	\$ -
Total Expenditures	8,520,711	\$ 8,520,711	\$ -
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2019	-		
UNENCUMBERED CASH, June 30, 2020	\$ -		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-2

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

SUPPLEMENTAL GENERAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax In Process	\$ 38,076	\$ 30,820	\$ 7,256
Current Tax	984,557	1,115,505	(130,948)
Delinquent Tax	15,816	16,698	(882)
Motor Vehicle Tax	108,704	103,281	5,423
Recreational Vehicle Tax	1,581	1,522	59
Commercial Vehicle Tax	7,285	7,234	51
Rental Excise Tax	51	-	51
Supplemental General State Aid	1,423,284	1,439,317	(16,033)
Total Receipts	2,579,354	\$ 2,714,377	\$ (135,023)
EXPENDITURES			
Instruction	1,808,987	\$ 1,616,789	\$ 192,198
Instructional Support Staff	233,719	227,000	6,719
Outgoing Transfers	555,002	783,181	(228,179)
Adjustments to Comply with Legal Max	-	(29,262)	29,262
Total Expenditures	2,597,708	\$ 2,597,708	\$ -
Receipts Over (Under) Expenditures	(18,354)		
UNENCUMBERED CASH, July 1, 2019	96,705		
UNENCUMBERED CASH, June 30, 2020	\$ 78,351		

UNIFIED SCHOOL DISTRICT NO. 333
 Concordia, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
 REGULATORY BASIS
 For The Year Ended June 30, 2020

SPECIAL EDUCATION COOPERATIVE FUND

	Learning Cooperative of NCK	Budget	Variance Over (Under)
RECEIPTS			
Payments from Other Districts	\$ 4,365,836	\$ 4,480,582	\$ (114,746)
Interest on Idle Funds	2,695	2,500	195
Other Revenue from Local Sources	9,870	2,000	7,870
Federal Aid	704,920	682,000	22,920
Medicaid Aid	155,912	165,000	(9,088)
	<u>5,239,233</u>	<u>\$ 5,332,082</u>	<u>\$ (92,849)</u>
EXPENDITURES			
Instruction	3,730,924	\$ 4,599,508	\$ (868,584)
Student Support Services	756,333	939,500	(183,167)
Instructional Support Staff	13,457	35,300	(21,843)
General Administration	-	5,000	(5,000)
School Administration	411,777	348,700	63,077
Operations & Maintenance	3,993	3,500	493
	<u>4,916,484</u>	<u>\$ 5,931,508</u>	<u>\$ (1,015,024)</u>
Receipts Over (Under) Expenditures	322,749		
UNENCUMBERED CASH, July 1, 2019	<u>599,281</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 922,030</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

PRESCHOOL-AGED AT RISK FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Other Revenue From Local Sources	\$ 4,485	\$ -	\$ 4,485
Incoming Transfers	103,926	120,000	(16,074)
Total Receipts	108,411	\$ 120,000	\$ (11,589)
EXPENDITURES			
Instruction	90,337	\$ 98,800	\$ (8,463)
Student Transportation Services	17,263	20,200	(2,937)
Other Support Services	811	1,000	(189)
Total Expenditures	108,411	\$ 120,000	\$ (11,589)
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2019	-		
UNENCUMBERED CASH, June 30, 2020	\$ -		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

AT RISK (K-12) FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Incoming Transfers	\$ 978,737	\$ 957,200	\$ 21,537
EXPENDITURES			
Instruction	643,303	\$ 740,500	\$ (97,197)
Student Support Services	309,434	240,700	68,734
Total Expenditures	952,737	\$ 981,200	\$ (28,463)
Receipts Over (Under) Expenditures	26,000		
UNENCUMBERED CASH, July 1, 2019	24,000		
UNENCUMBERED CASH, June 30, 2020	\$ 50,000		

UNIFIED SCHOOL DISTRICT NO. 333
 Concordia, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
 REGULATORY BASIS
 For The Year Ended June 30, 2020

BILINGUAL EDUCATION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Incoming Transfers	\$ 23,025	\$ 23,500	\$ (475)
EXPENDITURES			
Instruction	<u>23,029</u>	<u>\$ 23,504</u>	<u>\$ (475)</u>
Receipts Over (Under) Expenditures	(4)		
UNENCUMBERED CASH, July 1, 2019	<u>4</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

CAPITAL OUTLAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax in Process	\$ 19,373	\$ 15,668	\$ 3,705
Current Tax	512,374	499,220	13,154
Delinquent Tax	7,536	8,496	(960)
Motor Vehicle Tax	51,136	48,902	2,234
Recreational Vehicle Tax	753	721	32
Commercial Vehicle Tax	3,646	3,425	221
Rental Excise Tax	23	-	23
Interest on Idle Funds	29,392	-	29,392
Other Revenue from Local Sources	99,658	-	99,658
State Aid	266,061	284,439	(18,378)
Federal Aid	100	-	100
	<u>990,052</u>	<u>\$ 860,871</u>	<u>\$ 129,181</u>
EXPENDITURES			
Instruction	99,355	\$ 238,326	\$ (138,971)
General Administration	1,440	-	1,440
Operations & Maintenance	312,742	744,000	(431,258)
Transportation	394,054	250,000	144,054
Land Acquisition	-	50,000	(50,000)
Land Improvement	198,079	250,000	(51,921)
Architectural & Engineering Services	31,700	50,000	(18,300)
Building Improvements	-	200,000	(200,000)
Other Facility Acquisition & Construction Services	-	155,000	(155,000)
	<u>1,037,370</u>	<u>\$ 1,937,326</u>	<u>\$ (899,956)</u>
Receipts Over (Under) Expenditures	(47,318)		
UNENCUMBERED CASH, July 1, 2019	<u>1,076,455</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 1,029,137</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

DRIVER TRAINING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
State Aid	\$ 6,630	\$ 6,500	\$ 130
EXPENDITURES			
Instruction	10,890	\$ 24,271	\$ (13,381)
Vehicle Operations & Maintenance Services	740	2,000	(1,260)
Total Expenditures	11,630	\$ 26,271	\$ (14,641)
Receipts Over (Under) Expenditures	(5,000)		
UNENCUMBERED CASH, July 1, 2019	19,771		
UNENCUMBERED CASH, June 30, 2020	\$ 14,771		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

FOOD SERVICE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Lunch Receipts	\$ 151,958	\$ 193,300	\$ (41,342)
Breakfast Receipts	14,607	18,735	(4,128)
Adult & Ala Carte Receipts	8,473	-	8,473
Miscellaneous Receipts	13,870	-	13,870
State Aid	6,583	5,800	783
Federal Aid	455,811	450,955	4,856
	<u>651,302</u>	<u>\$ 668,790</u>	<u>\$ (17,488)</u>
EXPENDITURES			
Operations & Maintenance	5,958	\$ 2,000	\$ 3,958
Food Service Operations	638,947	766,395	(127,448)
	<u>644,905</u>	<u>\$ 768,395</u>	<u>\$ (123,490)</u>
Receipts Over (Under) Expenditures	6,397		
UNENCUMBERED CASH, July 1, 2019	<u>99,605</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 106,002</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

PROFESSIONAL DEVELOPMENT FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
State Aid	\$ 5,439	\$ 7,500	\$ (2,061)
Other Revenue from Local Sources	7,926	-	7,926
Incoming Transfers	<u>28,026</u>	<u>25,000</u>	<u>3,026</u>
Total Receipts	<u>41,391</u>	<u>\$ 32,500</u>	<u>\$ 8,891</u>
EXPENDITURES			
Instructional Support Staff	<u>33,512</u>	<u>\$ 47,400</u>	<u>\$ (13,888)</u>
Receipts Over (Under) Expenditures	7,879		
UNENCUMBERED CASH, July 1, 2019	<u>16,359</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 24,238</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

SPECIAL EDUCATION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Other Revenue from Local Sources	\$ 23,450	\$ -	\$ 23,450
Incoming Transfers	<u>1,946,433</u>	<u>1,914,721</u>	<u>31,712</u>
Total Receipts	<u>1,969,883</u>	<u>\$ 1,914,721</u>	<u>\$ 55,162</u>
EXPENDITURES			
Instruction	1,946,883	\$ 2,027,836	\$ (80,953)
Supervision	<u>21,615</u>	<u>15,500</u>	<u>6,115</u>
Total Expenditures	<u>1,968,498</u>	<u>\$ 2,043,336</u>	<u>\$ (74,838)</u>
Receipts Over (Under) Expenditures	1,385		
UNENCUMBERED CASH, July 1, 2019	<u>128,615</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 130,000</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

CAREER & POSTSECONDARY EDUCATION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Other Revenue from Local Sources	\$ 15,199	\$ -	\$ 15,199
Incoming Transfers	<u>192,131</u>	<u>181,500</u>	<u>10,631</u>
Total Receipts	<u>207,330</u>	<u>\$ 181,500</u>	<u>\$ 25,830</u>
EXPENDITURES			
Instruction	<u>202,346</u>	<u>\$ 224,517</u>	<u>\$ (22,171)</u>
Receipts Over (Under) Expenditures	4,984		
UNENCUMBERED CASH, July 1, 2019	<u>43,016</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 48,000</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

TEXTBOOK & STUDENT MATERIAL REVOLVING FUND

	<u>Textbook</u>	<u>Student Material</u>	<u>Total</u>
RECEIPTS			
Rental Fees & Books	\$ 34,706	\$ -	\$ 34,706
Miscellaneous Receipts	-	15,522	15,522
Total Receipts	<u>34,706</u>	<u>15,522</u>	<u>50,228</u>
EXPENDITURES			
Instruction	<u>84,091</u>	<u>18,708</u>	<u>102,799</u>
Receipts Over (Under) Expenditures	(49,385)	(3,186)	(52,571)
UNENCUMBERED CASH, July 1, 2019	<u>52,797</u>	<u>33,643</u>	<u>86,440</u>
UNENCUMBERED CASH, June 30, 2020	<u>\$ 3,412</u>	<u>\$ 30,457</u>	<u>\$ 33,869</u>

UNIFIED SCHOOL DISTRICT NO. 333
 Concordia, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
 REGULATORY BASIS
 For The Year Ended June 30, 2020

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
State Aid	\$ 1,444,178	\$ 1,518,642	\$ (74,464)
EXPENDITURES			
Instruction	1,031,865	\$ 873,000	\$ 158,865
Student Support Services	103,836	100,000	3,836
Instructional Support Staff	45,636	75,642	(30,006)
General Administration	31,628	45,000	(13,372)
School Administration	99,504	120,000	(20,496)
Central Services	12,709	30,000	(17,291)
Operations & Maintenance	55,745	170,000	(114,255)
Student Transportation Services	29,317	50,000	(20,683)
Food Service	33,938	55,000	(21,062)
Total Expenditures	<u>1,444,178</u>	<u>\$ 1,518,642</u>	<u>\$ (74,464)</u>
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, July 1, 2019	<u>-</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

CONTINGENCY RESERVE FUND

	<u>Actual</u>
RECEIPTS	<u>\$ 3,297</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	3,297
UNENCUMBERED CASH, July 1, 2019	<u>808,393</u>
UNENCUMBERED CASH, June 30, 2020	<u><u>\$ 811,690</u></u>

UNIFIED SCHOOL DISTRICT NO. 333
 Concordia, Kansas

Schedule 2-16

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
 REGULATORY BASIS
 For The Year Ended June 30, 2020

GIFTS & GRANTS FUND

	Owls Grant Fund	Duclos Grant Fund	NCK Honor Flight Fund	Children's Trust Fund	Other Gifts & Donations Fund	Total Gifts and Donations	Budget*	Variance Over (Under)
RECEIPTS								
Contributions & Donations	\$ -	\$ 4,150	\$ -	\$ 875	\$ 26,879	\$ 31,904	\$ 250,000	\$ (218,096)
State Aid	-	-	-	-	14,406	14,406	-	14,406
Total Receipts	-	4,150	-	875	41,285	46,310	\$ 250,000	\$ (203,690)
EXPENDITURES								
Instruction	-	2,176	-	875	40,906	43,957	\$ 229,439	\$ (185,482)
Instructional Support Staff	-	-	-	-	1,860	1,860	8,000	(6,140)
Vehicle Operating Services	-	-	-	-	-	-	50,190	(50,190)
Total Expenditures	-	2,176	-	875	42,766	45,817	\$ 287,629	\$ (241,812)
Receipts Over (Under) Expenditures	-	1,974	-	-	(1,481)	493		
UNENCUMBERED CASH, July 1, 2019	1,000	820	2,307	337	27,714	32,178		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 1,000</u>	<u>\$ 2,794</u>	<u>\$ 2,307</u>	<u>\$ 337</u>	<u>\$ 26,233</u>	<u>\$ 32,671</u>		

* Gifts and Grants Funds are not required by statute to be budgeted, this budget is for informational purposes only.

UNIFIED SCHOOL DISTRICT NO. 333
 Concordia, Kansas

Schedule 2-17

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
 REGULATORY BASIS
 For The Year Ended June 30, 2020

PARENTS AS TEACHERS FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Payments from Other Districts	\$ 55,625	\$ 55,625	\$ -
Other Revenue from Local Sources	2,764	-	2,764
State Aid	<u>89,680</u>	<u>111,000</u>	<u>(21,320)</u>
Total Receipts	<u>148,069</u>	<u>\$ 166,625</u>	<u>\$ (18,556)</u>
EXPENDITURES			
Instructional Support Staff	<u>137,565</u>	<u>\$ 166,625</u>	<u>\$ (29,060)</u>
Receipts Over (Under) Expenditures	10,504		
UNENCUMBERED CASH, July 1, 2019	<u>-</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 10,504</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-18

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

FEDERAL FUNDS

	Kansas Reading Roadmap Grant Fund	Carl Perkins Grant Fund	Title I	Title IIA Improving Teacher Quality	Title IV Part A	ESSER- CARES	Total Federal Funds	Budget*	Variance Over (Under)
RECEIPTS									
Federal Aid	\$ 65,969	\$ 20,945	\$ 181,978	\$ 34,119	\$ 16,668	\$ 151,225	\$ 470,904	\$ 232,000	\$ 238,904
Reimbursement	13,805	-	-	-	-	-	13,805	-	13,805
Total Receipts	79,774	20,945	181,978	34,119	16,668	151,225	484,709	\$ 232,000	\$ 252,709
EXPENDITURES									
Instruction	84,375	23,914	181,978	34,119	9,853	16,288	350,527	\$ 232,000	\$ 118,527
Student Support Services	-	-	-	-	370	-	370	-	370
Instructional Support Staff	-	945	-	-	6,445	-	7,390	-	7,390
Operations & Maintenance	-	-	-	-	-	106,121	106,121	-	106,121
Food Service Operation	-	-	-	-	-	28,816	28,816	-	28,816
Vehicle Operating Services	10,449	-	-	-	-	-	10,449	-	10,449
Grant Repayment	1,387	-	-	-	-	-	1,387	-	1,387
Total Expenditures	96,211	24,859	181,978	34,119	16,668	151,225	505,060	\$ 232,000	\$ 273,060
Receipts Over (Under) Expenditures	(16,437)	(3,914)	-	-	-	-	(20,351)		
UNENCUMBERED CASH, July 1, 2019	1,538	3,914	-	-	-	-	5,452		
UNENCUMBERED CASH, June 30, 2020	\$ (14,899)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (14,899)		

* Federal Funds are not required by statute to be budgeted, this budget is for informational purposes only.

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-19

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

DISTRICT ACTIVITY FUNDS

	<u>Actual</u>
RECEIPTS	<u>\$ 153,113</u>
EXPENDITURES	<u>132,567</u>
Receipts Over (Under) Expenditures	20,546
UNENCUMBERED CASH, July 1, 2019	17,132
Prior Year Cancelled Encumbrances	<u>2,011</u>
UNENCUMBERED CASH, June 30, 2020	<u><u>\$ 39,689</u></u>

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-20

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended June 30, 2020

BOND & INTEREST FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
General Property Taxes			
Ad Valorem Taxes			
Tax in Process	\$ 7,774	\$ 6,288	\$ 1,486
Current Tax	219,732	214,060	5,672
Delinquent Tax	3,127	3,409	(282)
Motor Vehicle Tax	20,496	19,603	893
Recreational Vehicle Tax	302	289	13
Commercial Vehicle Tax	1,463	1,373	90
Rental Excise Tax	9	-	9
State Aid	199,228	199,228	-
	<u>452,131</u>	<u>\$ 444,250</u>	<u>\$ 7,881</u>
EXPENDITURES			
Principal	225,000	\$ 225,000	\$ -
Interest	146,713	181,587	(34,874)
	<u>371,713</u>	<u>\$ 406,587</u>	<u>\$ (34,874)</u>
Receipts Over (Under) Expenditures	80,418		
UNENCUMBERED CASH, July 1, 2019	<u>586,511</u>		
UNENCUMBERED CASH, June 30, 2020	<u>\$ 666,929</u>		

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-21

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

DONALD WADE SCHOLARSHIP FUND

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	<u>\$ 37</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	37
UNENCUMBERED CASH, July 1, 2019	<u>3,978</u>
UNENCUMBERED CASH, June 30, 2020	<u><u>\$ 4,015</u></u>

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-22

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

CHERYL LAAS MEMORIAL FUND

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	<u>\$ 49</u>
EXPENDITURES	
Scholarship	<u> 500</u>
Receipts Over (Under) Expenditures	(451)
UNENCUMBERED CASH, July 1, 2019	<u> 4,598</u>
UNENCUMBERED CASH, June 30, 2020	<u><u>\$ 4,147</u></u>

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-23

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

NICOLE BARLEEN SCHOLARSHIP FUND

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 237
Donations	<u>1,000</u>
Total Receipts	<u>1,237</u>
EXPENDITURES	
Scholarship	<u>1,000</u>
Receipts Over (Under) Expenditures	237
UNENCUMBERED CASH, July 1, 2019	<u>27,772</u>
UNENCUMBERED CASH, June 30, 2020	<u>\$ 28,009</u>

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-24

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

TERRY HOUSEHOLDER SCHOLARSHIP

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 5
Donations	<u> 4,958</u>
Total Receipts	<u> 4,963</u>
EXPENDITURES	
Scholarship	<u> -</u>
Receipts Over (Under) Expenditures	4,963
UNENCUMBERED CASH, July 1, 2019	<u> -</u>
UNENCUMBERED CASH, June 30, 2020	<u><u> \$ 4,963</u></u>

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 2-25

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL
REGULATORY BASIS
For The Year Ended June 30, 2020

TREVOR GENNETTE SCHOLARSHIP

	<u>Actual</u>
RECEIPTS	
Donation	<u>\$ 697</u>
EXPENDITURES	
Scholarship	<u> 500</u>
Receipts Over (Under) Expenditures	197
UNENCUMBERED CASH, July 1, 2019	<u> 526</u>
UNENCUMBERED CASH, June 30, 2020	<u><u>\$ 723</u></u>

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 3

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended June 30, 2020

AGENCY FUNDS

FUND	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Student Activity Funds	\$ 160,701	\$ 203,773	\$ 225,646	\$ 138,828
Payroll Hold-Backs USD 333	46,031	77,045	58,689	64,387
Payroll Hold-Backs LCNCK	48,793	47,275	54,165	41,903
Student Activity Sales Tax	815	8,478	9,090	203
Total	<u>\$ 256,340</u>	<u>\$ 336,571</u>	<u>\$ 347,590</u>	<u>\$ 245,321</u>

UNIFIED SCHOOL DISTRICT NO. 333
 Concordia, Kansas

Schedule 4

SCHEDULE OF RECEIPTS, EXPENDITURES & UNENCUMBERED CASH
 REGULATORY BASIS
 For The Year Ended June 30, 2020

DISTRICT ACTIVITY FUNDS

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Athletics	\$ 1,751	\$ -	\$ 114,709	\$ 86,937	\$ 29,523	\$ -	\$ 29,523
Drama	3,052	2	1,542	3,785	811	-	811
Music Festival	2,199	-	-	-	2,199	-	2,199
Business Production	102	-	-	-	102	-	102
Cat Scratch Productions	275	-	-	102	173	-	173
Athletics Concession	4,329	871	22,425	22,632	4,993	-	4,993
Renaissance	2,613	1,138	9,368	11,808	1,311	-	1,311
Student Activity Fee	2,811	-	4,492	7,303	-	-	-
Vocational Ed Fees	-	-	577	-	577	-	577
Total District Activity Funds	\$ 17,132	\$ 2,011	\$ 153,113	\$ 132,567	\$ 39,689	\$ -	\$ 39,689

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 5
Page 1 of 2

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended June 30, 2020

STUDENT ACTIVITY FUNDS

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
High School Student Council	\$ 2,293	\$ 5,746	\$ 3,355	\$ 4,684
Junior High Student Council	3,217	1,723	2,148	2,792
J.A.G.	619	-	450	169
Clay Shooting	15,731	9,142	6,728	18,145
Con Global Action Team	500	-	-	500
Chess Club	767	976	945	798
National Honor Society	235	-	-	235
Scholar Bowl	1,166	956	673	1,449
Football & Weight Club	98	-	-	98
Art Club	480	-	155	325
Cheerleaders	1,598	3,460	2,478	2,580
Dance Squad	1,186	3,593	3,659	1,120
National Forensic League	58	824	712	170
Friends of Rachel	4,150	-	119	4,031
F.B.L.A.	388	582	620	350
Junior High Band	477	337	490	324
High School Band	2,396	42,282	44,378	300
F.C.C.L.A.	136	-	-	136
F.F.A.	22,228	27,408	13,964	35,672
F.F.A. Fruit	28,855	14,439	26,697	16,597
F.F.A. Scholarship	635	900	782	753
Skills USA	86	-	-	86
F.C.A.	7,061	-	6,371	690
Junior High Vocal Music	876	19,367	20,243	-
High School Vocal Music	31,017	40,354	57,580	13,791
Softball Club	696	437	-	1,133
Baseball Club	403	1,994	1,337	1,060
Volleyball Club	29	1,309	-	1,338
Golf Club	91	508	320	279
Tennis Club	70	289	-	359
Drama Club	3,343	3,409	2,621	4,131
Science Club	2,635	-	2,135	500
Foreign Language Club	480	-	-	480
Track Club	96	-	-	96
S.A.D.D.	419	7,383	7,802	-
Wrestling Club	10,574	4,108	11,312	3,370
Girls Basketball	107	2,758	734	2,131
Boys Basketball	13	-	-	13
Football Team	3	2,764	1,290	1,477
Student/Alumni/Community	956	500	688	768

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 5
Page 2 of 2

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended June 30, 2020

STUDENT ACTIVITY FUNDS (Cont.)

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Class of 2019	\$ 1,287	\$ -	\$ -	\$ 1,287
Class of 2020	4,372	321	-	4,693
Class of 2021	3,740	1,540	3,068	2,212
Class of 2022	2,068	1,156	-	3,224
Class of 2023	415	3,208	-	3,623
Class of 2024	435	-	-	435
Class of 2025	1,792	-	1,792	-
Life Skills	424	-	-	424
Total Student Organization Funds	\$ 160,701	\$ 203,773	\$ 225,646	\$ 138,828

UNIFIED SCHOOL DISTRICT NO. 333
SINGLE AUDIT SECTION
FOR THE YEAR ENDED JUNE 30, 2020



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INDEPENDENT AUDITOR'S 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*

February 8, 2021

Board of Education

Unified School District No. 333

Concordia, Kansas 66901

We have audited, 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 *Kansas Municipal Audit and Accounting Guide*, the financial statement of Unified School District No. 333, as of and for the year ended June 30, 2020, and the related notes to the financial statement, which collectively comprise Unified School District No. 333's basic financial statement and have issued our report thereon dated February 8, 2021. Our report on the financial statement disclosed that, as described in Note 1 to the financial statements, the Unified School District No. 333 prepares its financial statements 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 generally accepted accounting principles.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Unified School District No. 333'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 statements, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 333's internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 333'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 entity's financial statements 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.

Board of Education
Unified School District No. 333
February 8, 2021
Page Two

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be significant deficiencies (2020-001, 2020-002).

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 333's financial statements are 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 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*.

We also noted certain other matters that we reported to management of Unified School District No. 333 in a separate letter dated February 8, 2021.

Unified School District No. 333's Response to Findings

Unified School District No. 333's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Unified School District No. 333's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Respectfully submitted,

Mapes & Miller LLP
Certified Public Accountants

Phillipsburg, Kansas
February 8, 2021



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

February 8, 2021

Board of Education

Unified School District No. 333

Concordia, Kansas 66901

Report on Compliance for Each Major Federal Program

We have audited Unified School District No. 333's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Unified School District No. 333's major federal programs for the year ended June 30, 2020. Unified School District No. 333'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 its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Unified School District No. 333's 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 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 that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Unified School District No. 333'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 of Unified School District No. 333's compliance.

Opinion on Each Major Federal Program

In our opinion, Unified School District No. 333 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 Unified School District No. 333 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 Unified School District No. 333's 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 Unified School District No. 333'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.

Respectfully submitted,

Mapes & Miller LLP
Certified Public Accountants

Phillipsburg, Kansas
February 8, 2021

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

Schedule 6

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ending June 30, 2020

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Unencumbered Cash July 1, 2019	Cash Receipts	Expenditures	Federal Unencumbered Cash June 30, 2020
<u>U.S. Department of Education</u>						
Passed through Kansas Department of Education (KSDE)						
Special Education Cluster (IDEA)						
Special Education-Grants to States	84.027	DO 333	\$ -	\$ 660,241	\$ 660,241	\$ -
Special Education-Preschool Grants	84.173	DO 333	-	44,679	44,679	-
Total Special Education Cluster (IDEA)			-	704,920	704,920	-
Title I Grants to Local Educational Agencies	84.010	DO 333	-	181,978	181,978	-
Title II-A Improving Teacher Quality State Grants	84.367	DO 333	-	34,179	34,179	-
Student Support & Academic Enrichment Program	84.424	DO 333	-	16,668	16,668	-
Career & Technical Education-Carl Perkins	84.048	DO 333	3,914	20,945	24,859	-
Elementary & Secondary School Emergency Relief Fund	84.425D	DO 333	-	151,225	151,225	-
Total U.S. Department of Education			3,914	1,109,915	1,113,829	-
<u>U.S. Department of Agriculture</u>						
Passed through Kansas Department of Education (KSDE)						
Child Nutrition Cluster						
School Breakfast Program	10.553	DO 333	-	63,939	63,939	-
National School Lunch Program	10.555	DO 333	-	243,199	243,199	-
Summer Food Service Program	10.559	DO 333	-	148,673	148,673	-
Total Child Nutrition Cluster			-	455,811	455,811	-
State Administrative Expenses for Child Nutrition	10.560	DO 333	-	100	100	-
Team Nutrition Grants	10.574	DO 333	-	200	200	-
Total U.S. Department of Agriculture			-	456,111	456,111	-
<u>U.S. Department of Health & Human Services</u>						
Passed through Kansas Department of Health & Human Services						
Temporary Assistance for Needy Families	93.558	DO 333	1,387	65,969	82,255	(14,899)
Total Expenditures of Federal Awards			\$ 5,301	\$ 1,631,995	\$ 1,652,195	\$ (14,899)

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 333
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2020

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Unified School District No. 333, Concordia, Kansas (the District), under programs of the federal government for the year ended June 30, 2020. The information in the 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District. The Schedule is presented using a regulatory basis of accounting prescribed by the Kansas Municipal Audit and Accounting Guide (as described in Note 1 to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

3. Indirect Cost Rate

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

4. Sub-recipients

No federal awards were passed-through to sub-recipients.

5. 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. 333
Concordia, Kansas

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2020

SECTION 1 – SUMMARY OF AUDITOR’S RESULTS

FINANCIAL STATEMENTS

Type of auditor’s report issued:

In accordance with Generally Accepted Accounting Principles Adverse

In accordance with the regulatory basis of accounting described in Note 1 Unmodified

Internal control over financial reporting:

- Material weaknesses identified? Yes No
- Significant deficiencies identified? Yes None reported
- Noncompliance material to financial statements noted? Yes No

FEDERAL AWARDS

Internal control over major programs:

- Material weaknesses identified? Yes No
- Significant deficiencies identified? Yes None reported

Type of auditor’s report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516 (a)? Yes No

The programs tested as major programs were:

<u>CFDA NUMBER</u>	<u>NAME OF FEDERAL PROGRAM</u>
84.027	Special Education Cluster:
84.173	Special Education – Grants to States
	Special Education – Preschool Grants

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION 2 – FINDINGS – FINANCIAL STATEMENT AUDIT

INTERNAL CONTROL

2020-001 Segregation of duties

Condition: The limited staff size does not provide for adequate segregating of duties.

Criteria: Segregation of duties should be maintained to strengthen internal control over accounting and compliance functions.

Effect: Lack of segregation of duties increases the risk of errors and noncompliance occurring and not being detected in a timely manner.

Cause: Because the entity is small, management does not feel it is feasible to hire more staff.

Recommendations: Duties of key financial and compliance personnel should be evaluated to determine if duties could be segregated.

Views of Responsible Officials and Planned Corrective Actions: We concur with the recommendation. However, the size of the entity does not make it practical to have sufficient number of employees to achieve the optimum level of internal control.

2020-002 Financial Statement Preparation

Condition: Management does not have the qualifications and training necessary to prepare the financial statements, including the related footnote disclosures, in accordance with the reporting and formatting requirements of the Kansas Municipal Audit and Accounting Guide.

Criteria: Management must have controls over the preparation of the financial statements, including footnote disclosures, which would prevent or detect an omission/misstatement in the financial statements in accordance with the basis of accounting adopted.

Effect: The District lacks internal controls over the preparation of the financial statements, note disclosures, and regulatory required supplemental information. The control deficiency allows for omission/misstatements in the financial statements including footnotes that may not be prevented, detected, or corrected.

Cause: There are no procedures in place that require management to obtain the necessary qualifications and training. The Business Office Manager/Treasurer for the District is new to the position and has not been able to attend training.

Recommendations: Management would need to attend training classes to educate on proper and complete preparation of the financial statements and footnote disclosures and to be aware of all of the current accounting standards by purchasing annual accounting subscriptions. We recommend that management continue to increase their knowledge of financial reporting.

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2020

SECTION 2 – FINDINGS – FINANCIAL STATEMENT AUDIT

INTERNAL CONTROL (Cont.)

2020-002 Financial Statement Preparation (Cont.)

Views of Responsible Officials and Planned Corrective Actions: The District has evaluated the benefit of establishing internal controls over the preparation of financial statements, including note disclosures, and determined that it is best for the District to have its external auditors prepare the financial statements. The board does review the draft of the financial statements, including note disclosures, prior to approving.

SECTION 3 – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

U.S. DEPARTMENT OF EDUCATION

Special Education Cluster - CFDA No. 84.027 and 84.173. No reportable findings or questioned costs for the year ended June 30, 2020.

UNIFIED SCHOOL DISTRICT NO. 333
Concordia, Kansas

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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2020

Financial Statement Audit Findings

INTERNAL CONTROL

2019-001 Segregation of duties

Condition: The limited staff size does not provide for adequate segregating of duties.

Recommendations: Duties of key financial and compliance personnel should be evaluated to determine if duties could be segregated.

Current Status: The District was unable to correct this finding due to the small size of the staff.

2019-002 Financial Statement Preparation

Condition: Management does not have the qualifications and training necessary to prepare the financial statements, including the related footnote disclosures, in accordance with the reporting and formatting requirements of the Kansas Municipal Audit and Accounting Guide.

Recommendations: Management would need to attend training classes to educate on proper and complete preparation of the financial statements and footnote disclosures and to be aware of all of the current accounting standards by purchasing annual accounting subscriptions. We recommend that management continue to increase their knowledge of financial reporting.

Current Status: The District hired a new Business Office Manager/Treasurer and the new Business Office Manager/Treasurer has not attended any training.

Federal Award Findings

U.S. DEPARTMENT OF EDUCATION

Special Education Cluster – CFDA No. 84.027 and 84.173
No prior year reportable findings.