# MARION COUNTY SPECIAL

# EDUCATION COOPERATIVE

# FINANCIAL STATEMENT

# FISCAL YEAR ENDED JUNE 30, 2021

SWINDOLL
JANZEN
HAWK &
LOYD, LLC
Certified Public Accountants

## Marion County Special Education Cooperative

## Fiscal Year Ended June 30, 2021

## TABLE OF CONTENTS


| | | Page Number |
|---|---|---|
| | Independent Auditor's Report | 1 - 2 |
| | **FINANCIAL SECTION** | |
| Statement 1 | Summary Statement of Receipts, Expenditures and Unencumbered Cash - Regulatory Basis | 3 |
| | Notes to the Financial Statement | 4 - 8 |
| | **REGULATORY–REQUIRED SUPPLEMENTAL INFORMATION** | |
| Schedule 1 | Summary of Expenditures – Actual and Budget – Regulatory Basis | 9 |
| Schedule 2 | Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis | |
| | **GENERAL FUND** | |
| 2-1 | General Fund | 10 - 12 |
| | **SPECIAL PURPOSE FUNDS** | |
| 2-2 | Title VI-B Early Childhood Pass Through Fund | 13 |
| 2-3 | Title VI-B Pass Through Fund | 14 |
| 2-4 | Infant Toddler Grant Fund | 15 |
| 2-5 | Targeted Improvement Plan Fund | 16 |
| 2-6 | Covid-19 Fund | 17 |
| 2-7 | Title VI-B CCEIS Significant Proportionality Fund | 18 |
| 2-6 | Project Search Fund | 19 |
| Schedule 3 | Schedule of Receipts and Disbursements – Regulatory Basis – Agency Funds | 20 |

# INDEPENDENT AUDITOR'S REPORT

Board of Directors
Marion County Special Education Cooperative
Marion, Kansas 66861

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Marion County Special Education Cooperative, as of and for the year ended June 30, 2021, 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; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 Marion County Special Education Cooperative 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 Marion County Special Education Cooperative as of June 30, 2021, 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 Marion County Special Education Cooperative as of June 30, 2021, 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 Matters**
**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash 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, and the schedule of regulatory basis receipts and disbursements—agency funds, (Schedules 1, 2 and 3 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 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Marion County Special Education Cooperative, Marion, Kansas, a Municipality, as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated October 9, 2020, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link http://admin.ks.gov/offices/chief-financial-officer/municipal-services. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 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 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 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 2020 basic financial statement or to the 2020 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 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2020, on the basis of accounting described in Note 1.

Swindoll, Janzen, Hawk & Loyd, LLC

Swindoll, Janzen, Hawk & Loyd, LLC
Hutchinson, KS
December 31, 2021

# Marion County Special Education Cooperative
## Marion, Kansas

### SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
**Regulatory Basis**
**For the Year ended June 30, 2021**

| Fund | Beginning Unencumbered Cash Balance | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|
| GENERAL FUND: | | | | | | |
| General Fund | $ 658,972 | $ 4,844,693 | $ 4,449,510 | $ 1,054,155 | $ - | $ 1,054,155 |
| SPECIAL PURPOSE FUNDS: | | | | | | |
| Title VI-B Early Childhood Pass Through Fund | - | 17,528 | 17,528 | - | - | - |
| Title VI-B Pass Through Fund | - | 411,844 | 411,844 | - | - | - |
| Infant Toddler Grant Fund | - | 35,460 | 35,460 | - | - | - |
| Targeted Improvement Plan Fund | 2,439 | 26,637 | 29,076 | - | - | - |
| Covid-19 Fund | (6,315) | 99,028 | 121,894 | (29,181) | - | (29,181) |
| Title VI-B CCEIS Significant Proportionality Fund | (418) | 55,401 | 56,201 | (1,218) | - | (1,218) |
| Project Search Fund | 70,556 | 87,313 | 73,466 | 84,403 | - | 84,403 |
| Total Reporting Entity (Excluding Agency Funds) | $ 725,234 | $ 5,577,904 | $ 5,194,979 | $ 1,108,159 | $ - | $ 1,108,159 |

| COMPOSITION OF CASH: | |
|---|---|
| Checking - Cottonwood | $ 1,137,115 |
| Checking - Central National | 10,288 |
| Total Cash | 1,147,403 |
| Less Agency Funds per Schedule 3 | (39,244) |
| Total Reporting Entity (Excluding Agency Funds) | $ 1,108,159 |

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

# Marion County Special Education Cooperative

# NOTES TO THE FINANCIAL STATEMENT

# Fiscal Year Ended June 30, 2021

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### *(a) Municipal Financial Reporting Entity*

The Marion County Special Education Cooperative (the "Cooperative") is a municipal corporation governed by an elected five member board, representing each participating district of the inter-local. This regulatory financial statement presents the Cooperative, a municipality.

### *(b) Regulatory Basis Fund Types*

**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.

### *(c) Basis of Accounting*

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and 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 Cooperative 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 Cooperative to use the regulatory basis of accounting.

### *(d) Budgetary Information*

The Cooperative is not subject to the Kansas statutes that require an annual operating budget be legally adopted for any of its funds. While the Cooperative is not legally required to publish and adhere to a budget, it does prepare an annual budget to help the governing body control spending and expenditures in the various funds. Since the Cooperative is not subject to budgetary statutes, expenditures may exceed the amount budgeted without consequence. Even though fund expenditures may exceed budgeted amounts, the Cooperative's funds are still subject to the cash basis statutes requiring enough cash be available to cover all expenditures and encumbrances.

## 2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Kansas municipalities are subject to the cash-basis law as stated in Kansas Statute 10-1113. The Covid-19 fund and Title VI-B CCEIS Significant Proportionality fund have negative unencumbered cash balances at June 30, 2021, which is allowable under Kansas Statute 12-1663. These funds will be reimbursed in the following fiscal year from the federal grant program.

## 3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the Cooperative. The statute requires banks eligible to hold the Cooperative's funds have a main or branch bank in the county in which the Cooperative 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 Cooperative has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Cooperative'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 Cooperative has no investment policy that would further limit investment choices.

*Concentration of credit risk*. State statutes place no limit on the amount the Cooperative may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. At June 30, 2021, the Cooperative held no investments.

*Custodial credit risk*. Custodial credit risk is the risk that in the event of bank failure, the Cooperative's deposits may not be returned to it. State statutes require the Cooperative'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, 2021.

At year end, the carrying amount of the Cooperative's deposits was $1,147,403 and the bank balance was $1,572,124. The bank balance was held by two bank resulting in a concentration of credit risk. Of the bank balance, $260,288 was covered by FDIC insurance, $961,918 was collateralized with securities held by the pledging financial institutions' agents in the Cooperative's name, leaving $349,918 uncollateralized.

*Custodial credit risk – investments*. For an investment, this is the risk that, in the event of failure of the issuer or counterparty, the Cooperative 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.

## 4. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

### *(a) Other Post-Employment Benefits*

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the Cooperative 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) Compensated Absences*

The Cooperative's policy is to recognize the costs of compensated absences when actually paid. Universal leave is earned at the rate of 16 days per year up to a total accumulation of 75 days for certified employees. Certified employees shall be paid $25 per day for each day of unused universal leave in excess of 75 days on completion of their annual contract. Upon retirement, all unused sick leave is paid out.

## 4. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

### *(b) Compensated Absences (Cont.)*

**Sick Leave**

Sick leave is earned at the rate of 12 days per year up to a total accumulation of 87 days for 12 month classified employees. Paraprofessionals are not 12 month employees and receive 10 days per year up to a total accumulation of 70 days. Classified employees and paraprofessionals shall be paid $25 per day for each day of unused sick leave in excess of 87 and 70 days, respectively. Upon retirement, all unused sick leave is paid out.

Additionally, the Cooperative has established an illness and disability pool for certified employees to which employees may donate sick leave to be used by other eligible employees. The illness and disability pool shall accumulate days to a maximum of 250 days.

As of June 30, 2021, the estimated amount of liability for the vested portion of unused sick leave and accumulated vacation leave has not been calculated. Unpaid vacation and sick pay amounts are not accrued in the accompanying financial statements.

## 5. DEFINED BENEFIT PENSION PLAN

***Plan Description.*** The Cooperative 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 1.00% contribution rate for the Death and Disability Program) was 16.15% and 14.41%, respectively, for the fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% and 14.23%, respectively, for the fiscal year ended June 30, 2021.

Senate Substitute for House Bill 2052 authorized the delay of $64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of $6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of $194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of $19.4 million starting in fiscal year 2020.

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the 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. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of $115 million for the KPERS School Group. House Substitute for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School Group in fiscal year 2020 of $51 million.

## 5. DEFINED BENEFIT PENSION PLAN (CONT.)

The State of Kansas is required to contribute the statutory required employer's share. Since the Cooperative is considered a special funding situation, the Cooperative was not required to contribute amounts equal to the statutory contribution rate for the year ended June 30, 2021. However, the Cooperative is required to contribute towards employees working after retirement. The working after retirement contribution was $24,521, for the fiscal year ended June 30, 2021.

***Net Pension Liability:*** The Cooperative is considered a special funding situation. The State contributes 100% of the contractually required employer contributions. However, they do make contributions directly to KPERS for KPERS retirees filling KPERS covered positions per K.S.A 74-4937, "working after retirement" employees. The resulting proportional share of the "working after retirement" contributions and resulting net pension liability are attributable to the employer. At June 30, 2021, the State's proportionate share of the collective net pension liability, as it relates to the Cooperative, as reported by KPERS, was $5,596,477. At June 30, 2021, the Cooperative's proportionate share of the collective net pension liability, as reported by KPERS, was $247,022. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The Cooperative's proportion of the net pension liability was based on the ratio of the Cooperative'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, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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.

## 6. CLAIMS AND JUDGMENTS

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

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

The Cooperative 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 Cooperative has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2020 to 2021, and there were no settlements that exceeded insurance coverage during the past three years.

## 7. COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the Cooperative's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the Cooperative is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2022. Future potential impacts may include a decrease in certain revenues, reduced customer traffic and the temporary closure of operating hours of our offices.

## 7. COVID-19 (CONT.)

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local governments in the amount of $400 million. The Cooperative received CRF in the amount of $57,376 from Marion County during 2021. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found a https://covid.ks.gov/.

The CARES Act also included Elementary and Secondary School Emergency Relief (ESSER) Funds for K-12 schools. The ESSER grants will provide school Cooperatives with emergency relief funds to address the impact COVID-19 has had on elementary and secondary schools. It is being allocated to the Cooperatives in three phases, ESSER I, II, and III. The ESSER I under the Cares Act began in March 2020, the ESSER II under the CRRSA Act began in December 2020, and the ESSER III under the ARP Act began in March 2021. The Cooperative was allocated $50,008 for ESSER I, $22,107 for ESSER II, and $0 for ESSER III. As of June 30, 2021 the Cooperative spent $42,137 of ESSER I, $0 of ESSER II, and $0 of ESSER III.

## 8. SUBSEQUENT EVENTS

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

# MARION COUNTY SPECIAL EDUCATION COOPERATIVE

## REGULATORY-REQUIRED
## SUPPLEMENTAL INFORMATION

## FISCAL YEAR ENDED JUNE 30, 2021

# Marion County Special Education Cooperative

## SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
**Regulatory Basis**
**(Budgeted Funds Only)**
**For the Year Ended June 30, 2021**

| | Certified Budget | Adjustments to Comply with Legal Max | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Over (Under) |
|---|---|---|---|---|---|---|
| GENERAL FUNDS: | | | | | | |
| General Fund | $ 5,344,358 | $ - | $ - | $ 5,344,358 | $ 4,449,510 | $ (894,848) |

# Marion County Special Education Cooperative

## GENERAL FUND

## GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | | 2021 | | |
|---|---|---|---|---|
| | 2020 Actual | Actual | Budget | Variance Over (Under) |
| Receipts: | | | | |
| District assessments | $ 1,706,009 | $ 1,792,974 | $ 1,784,974 | $ 8,000 |
| Interest on idle funds | 9,568 | 1,478 | 750 | 728 |
| Miscellaneous | 940 | 13,148 | 177,559 | (164,411) |
| Special education aid | 2,722,145 | 2,699,071 | 2,640,059 | 59,012 |
| Medicaid | 246,540 | 338,022 | 611,285 | (273,263) |
| Total Receipts | 4,685,202 | 4,844,693 | $ 5,214,627 | $ (369,934) |
| Expenditures: | | | | |
| Instruction - | | | | |
| Certified salaries | 1,112,658 | 1,058,048 | $ 1,575,274 | $ (517,226) |
| Non-certified salaries | 1,273,737 | 1,222,503 | 1,408,956 | (186,453) |
| Insurance | 299,572 | 296,957 | 399,724 | (102,767) |
| Social Security | 171,658 | 164,061 | 232,372 | (68,311) |
| Other benefits | 55,331 | 37,086 | 28,745 | 8,341 |
| Purchased professional services | 1,269 | 1,837 | 2,500 | (663) |
| Purchased property services | 720 | 425 | 400 | 25 |
| Other purchased services | 37,242 | 38,684 | 6,700 | 31,984 |
| Supplies | 8,894 | 7,588 | 3,150 | 4,438 |
| Property and equipment | 11,400 | 13,277 | 15,400 | (2,123) |
| Student Support Services - | | | | |
| Certified salaries | 581,359 | 652,295 | 640,340 | 11,955 |
| Non-certified salaries | 155,232 | 159,574 | 158,041 | 1,533 |
| Insurance | 77,305 | 70,526 | 85,081 | (14,555) |
| Social Security | 50,090 | 56,164 | 61,078 | (4,914) |
| Other benefits | 6,640 | 5,343 | 4,647 | 696 |
| Purchased professional services | 50,466 | 41,308 | 47,540 | (6,232) |
| Other purchased services | 79,919 | - | - | - |
| Supplies - technology | 7,085 | 3,904 | 7,050 | (3,146) |
| Property and equipment | 863 | 3,847 | 1,150 | 2,697 |
| Instruction Support Staff - | | | | |
| Certified salaries | 10,150 | 2,680 | 5,819 | (3,139) |
| Non-certified salaries | 8,777 | 8,958 | 9,000 | (42) |
| Social Security | 2,343 | 1,969 | 6,103 | (4,134) |
| Other benefits | 5,132 | 5,109 | - | 5,109 |

# Marion County Special Education Cooperative

## GENERAL FUND

GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | | 2021 | | |
|---|---|---|---|---|
| | 2020 Actual | Actual | Budget | Variance Over (Under) |
| Expenditures (cont.): | | | | |
| Instruction Support Staff (Cont.) - | | | | |
| Purchased professional services | $ 12,772 | $ 14,947 | $ 25,835 | $ (10,888) |
| Other purchased services | 15,375 | 6,009 | 60,240 | (54,231) |
| Supplies | - | - | 7,037 | (7,037) |
| General Administration - | | | | |
| Certified salaries | 167,900 | 168,337 | 166,337 | 2,000 |
| Non-certified salaries | 76,641 | 83,417 | 77,999 | 5,418 |
| Insurance | 22,338 | 12,282 | 13,416 | (1,134) |
| Social Security | 18,095 | 18,459 | 18,691 | (232) |
| Other benefits | 943 | 226 | - | 226 |
| Purchased professional services | 25,658 | 28,946 | 19,100 | 9,846 |
| Other purchased services | 8,023 | 10,294 | 9,428 | 866 |
| Supplies - technology | 5,009 | 3,269 | 6,850 | (3,581) |
| Property and equipment | 370 | 562 | 400 | 162 |
| Other | 7,474 | 17,635 | 7,375 | 10,260 |
| Central Services - | | | | |
| Non-certified salaries | 70,049 | 87,160 | 70,117 | 17,043 |
| Insurance | 13,248 | 6,676 | 13,416 | (6,740) |
| Social Security | 5,014 | 6,388 | 5,364 | 1,024 |
| Other benefits | 61 | 78 | - | 78 |
| Purchased professional services | 30 | - | 200 | (200) |
| Purchased property services | 16,337 | 16,291 | 31,000 | (14,709) |
| Supplies - technology | 9,670 | 13,111 | 13,300 | (189) |
| Other | - | - | 2,000 | (2,000) |
| Operations and Maintenance - | | | | |
| Non-certified salaries | 26,660 | 26,863 | 28,432 | (1,569) |
| Insurance | - | 2,609 | - | 2,609 |
| Social Security | 2,040 | 2,076 | 2,780 | (704) |
| Other benefits | 2,018 | 602 | - | 602 |
| Purchased property services | 13,982 | 19,895 | 13,800 | 6,095 |
| Other purchased services | 18,713 | 16,956 | 19,975 | (3,019) |
| Supplies - technology | 11,245 | 13,748 | 11,500 | 2,248 |

# Marion County Special Education Cooperative

## GENERAL FUND

## GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | | 2021 | | |
|---|---|---|---|---|
| | 2020 Actual | Actual | Budget | Variance Over (Under) |
| Expenditures (cont.): | | | | |
| Student Transportation Services - | | | | |
| Supervision - | | | | |
| Non-certified salaries | $ 17,052 | $ 16,675 | $ 17,523 | $ (848) |
| Insurance | 1,051 | 1,737 | - | 1,737 |
| Social Security | 1,282 | 1,179 | 1,358 | (179) |
| Other benefits | 1,449 | 15 | - | 15 |
| Supplies - technology | 874 | 497 | 1,200 | (703) |
| Other Supplemental Services - | | | | |
| Supplies | 440 | 428 | 615 | (187) |
| Total Expenditures | 4,579,655 | 4,449,510 | $ 5,344,358 | $ (894,848) |
| Receipts Over (Under) Expenditures | 105,547 | 395,183 | | |
| Unencumbered Cash, Beginning | 553,425 | 658,972 | | |
| Unencumbered Cash, Ending | $ 658,972 | $ 1,054,155 | | |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## TITLE VI-B EARLY CHILDHOOD PASS THROUGH FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ 17,515 | $ 17,528 |
| Expenditures: | | |
| Instruction - | | |
| Certified salaries | 14,458 | 14,235 |
| Social Security | 1,106 | 1,106 |
| Other benefits | 14 | 14 |
| Total Expenditures | 17,515 | 17,528 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ - |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## TITLE VI-B PASS THROUGH FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ 408,958 | $ 411,844 |
| Expenditures: | | |
| Instruction - | | |
| Certified salaries | 349,312 | 344,874 |
| Insurance | 32,580 | 40,248 |
| Social Security | 26,716 | 26,377 |
| Other benefits | 350 | 345 |
| Total Expenditures | 408,958 | 411,844 |
| Receipts Over (Under) Expenditures | - | - |
| Unencumbered Cash, Beginning | - | - |
| Unencumbered Cash, Ending | $ - | $ - |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## INFANT TODDLER GRANT FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ 29,762 | $ 35,460 |
| Expenditures: | | |
| Instruction - | | |
| Certified salaries | 18,132 | 29,222 |
| Social Security | 1,387 | 2,235 |
| Other benefits | 17 | 27 |
| Supplies | 344 | 473 |
| Student Support Services - | | |
| Certified salaries | 7,340 | 1,715 |
| Social Security | 476 | 132 |
| Other benefits | 6 | 2 |
| Instruction Support Services - | | |
| Purchased professional services | 240 | 214 |
| Other purchased services | 1,489 | 1,440 |
| Total Expenditures | 29,159 | 35,460 |
| Receipts Over (Under) Expenditures | 603 | - |
| Unencumbered Cash, Beginning | (603) | - |
| Unencumbered Cash, Ending | $ - | $ - |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## TARGETED IMPROVEMENT PLAN FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ 26,637 | $ 26,637 |
| Expenditures: | | |
| Instruction - | | |
| Certified salaries | 4,713 | 4,083 |
| Social Security | 334 | 294 |
| Other benefits | 4 | 4 |
| Instruction Support Services - | | |
| Purchased professional services | 1,902 | 1,548 |
| Other purchased services | 7,604 | 10,880 |
| Supplies | 780 | 1,824 |
| Central Services - | | |
| Purchased property services | 6,861 | 8,443 |
| Other purchased services | 2,000 | 2,000 |
| Total Expenditures | 24,198 | 29,076 |
| Receipts Over (Under) Expenditures | 2,439 | (2,439) |
| Unencumbered Cash, Beginning | - | 2,439 |
| Unencumbered Cash, Ending | $ 2,439 | $ - |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## COVID-19 FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ - | $ 99,028 |
| Expenditures: | | |
| Instruction - | | |
| Certified salaries | - | 5,834 |
| Non-certified salaries | - | 20,896 |
| Social Security | - | 1,330 |
| Other benefits | - | 17 |
| Supplies | 6,072 | 93,753 |
| Instruction Support Services - | | |
| Other purchased services | 243 | 64 |
| Total Expenditures | 6,315 | 121,894 |
| Receipts Over (Under) Expenditures | (6,315) | (22,866) |
| Unencumbered Cash, Beginning | - | (6,315) |
| Unencumbered Cash, Ending | $ (6,315) | $ (29,181) |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## TITLE VI-B CCEIS SIGNIFICANT PROPORTIONALITY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ - | $ 55,401 |
| Expenditures: | | |
| Instruction - | | |
| Non-certified salaries | 390 | 19,680 |
| Social Security | 28 | 2,771 |
| Total Expenditures | 418 | 56,201 |
| Receipts Over (Under) Expenditures | (418) | (800) |
| Unencumbered Cash, Beginning | - | (418) |
| Unencumbered Cash, Ending | $ (418) | $ (1,218) |

# Marion County Special Education Cooperative

## SPECIAL PURPOSE FUND

## PROJECT SEARCH FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
**Regulatory Basis**
**For the Year Ended June 30, 2021**
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2020)**

| | 2020 Actual | 2021 Actual |
|---|---|---|
| Receipts: | | |
| Grants | $ 87,940 | $ 87,306 |
| Interest on idle funds | 59 | 7 |
| Total Receipts | 87,999 | 87,313 |
| Expenditures: | | |
| Instruction - | | |
| Certified salaries | 44,559 | 48,641 |
| Non-certified salaries | 13,375 | 11,604 |
| Insurance | 6,516 | 6,149 |
| Social Security | 3,598 | 3,642 |
| Other benefits | 333 | 44 |
| Supplies | 1,753 | 917 |
| Instruction Support Services - | | |
| Purchased professional services | 3,860 | 1,125 |
| General Administration - | | |
| Supplies - technology | 1,418 | 1,344 |
| Central Services - | | |
| Supplies | 831 | - |
| Total Expenditures | 76,243 | 73,466 |
| Receipts Over (Under) Expenditures | 11,756 | 13,847 |
| Unencumbered Cash, Beginning | 58,800 | 70,556 |
| Unencumbered Cash, Ending | $ 70,556 | $ 84,403 |

SCHEDULE 3

# Marion County Special Education Cooperative

## AGENCY FUNDS

## SCHEDULE OF RECEIPTS AND DISBURSEMENTS
### Regulatory Basis
### For the Year Ended June 30, 2021

| | Beginning Cash Balance | Receipts | Disbursements | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|
| Payroll revolving | $ 4,909 | $ 34,335 | $ - | $ 39,244 | $ - | $ 39,244 |