

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA
VICTORIA, KANSAS

FINANCIAL STATEMENT
AND INDEPENDENT AUDITORS' REPORT

For the Year Ended June 30, 2022

UNIFIED SCHOOL DISTRICT NO. 432
VICTORIA, KANSAS

For the Year Ended June 30, 2022

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Independent Auditors' Report

To the Board of Education
Unified School District No. 432
Victoria, KS

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 432, Victoria, Kansas, as of and for the year ended June 30, 2022, and the related notes to the financial statement.

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 and Unmodified Opinions section of our report, the accompanying 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. 432, Victoria, Kansas, as of June 30, 2022, 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 accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 432, Victoria, Kansas, as of June 30, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note A of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of American, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, included any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-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 accompanying 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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 432, Victoria Kansas as of and for the year ended June 30, 2021 (not presented herein), and have issued our report thereon dated November 29, 2021, which contained an unmodified opinion on the basic financial statement. The 2021 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 <https://admin.ks.gov/offices/oar/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2022 (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 2021 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 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 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, 2021, on the basis of accounting described in Note A.



Gudenkauf & Malone, Inc.
November 9, 2022

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2022

							Statement 1
	Beginning	Cancelled			Ending	Add	
Funds	Unencumbered	Encumbrance	Receipts	Expenditures	Unencumbered	Encumbrances	Ending
	Cash Balance				Cash Balance	and Accounts	Cash Balance
						Payable	
General Funds:							
General	\$ -	\$ -	\$ 2,542,652	\$ 2,542,652	-	\$ 22,410	\$ 22,410
Local Option	88,063	-	847,129	839,530	95,662	-	95,662
Total General Funds	88,063	-	3,389,781	3,382,182	95,662	22,410	118,072
Special Purpose Funds:							
Capital Outlay	420,500	-	397,357	250,862	566,995	71,330	638,325
Food Service	71,364	-	267,507	247,910	90,961	-	90,961
Professional Development	-	-	6,500	6,500	-	-	-
Special Education	204,239	-	514,890	475,713	243,416	-	243,416
Vocational Education	-	-	147,511	147,511	-	-	-
Recreation Commission	7,180	-	61,866	60,016	9,030	-	9,030
At-Risk (K-12)	-	-	148,680	148,680	-	-	-
ESSER	-	-	81,744	81,744	-	-	-
KPERs	-	-	264,027	264,027	-	-	-
Gift	28,632	-	12,862	11,773	29,721	-	29,721
Title I & Title II	-	-	33,499	33,499	-	-	-
REAP	-	-	28,797	28,797	-	-	-
Title IV	-	-	11,114	11,114	-	-	-
K-12 ELC Grant Funds	-	-	20,030	20,030	-	-	-
Contingency Reserve	317,093	11,734	-	-	328,827	-	328,827
CARES (SPARKS)	-	-	-	-	-	-	-
District Activity	10,581	-	72,413	60,924	22,070	-	22,070
Total Special Purpose Funds	1,059,589	11,734	2,068,797	1,849,100	1,291,020	71,330	1,362,350
Bond and Interest Funds:							
Bond and Interest	117,178	-	703	-	117,881	-	117,881
Total Reporting Entity (Excluding Agency Funds)	\$ 1,264,830	\$ 11,734	\$ 5,459,281	\$ 5,231,282	\$ 1,504,563	\$ 93,740	\$ 1,598,303
						Money Market	\$ 1,654,242
						Checking	12,684
						Petty Cash	4,500
						Certificate of Deposit	15,000
						Total Cash	1,686,426
						Agency Funds Per Schedule 3	(88,123)
						Total Reporting Entity (Excluding Agency Funds)	\$ 1,598,303

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

Unified School District No. 432 is a municipal corporation governed by an elected seven member board. This financial statement presents USD 432, Victoria, Kansas.

The related municipal entities discussed below are not included in the school district's financial statement but are related municipal entity because they was established to benefit the school district and/or its constituents. Neither entity's financial information was included in the audit.

Recreation Commission. USD No. 432 Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift.

USD 432 Foundation The USD 432 Foundation was organized to charitably support the scientific, literary and educational goals of the school district by receiving gifts and donations.

Basis of Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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

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

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

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

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

Budgetary Information

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

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

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality did hold a revenue neutral rate hearing for this year.

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

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

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

District Activity, Contingency Reserve, Gift & Grants, REAP, Title I & Title II, Title IV

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

Reimbursements

A reimbursement is an expenditure initially made in one fund, but properly attributable to another fund. For example, it is common for the general fund to pay a vendor's bill and have portions of it reimbursed by other funds. In accounting for such reimbursements, USD 432 records an expenditure in the reimbursing fund, and a reduction of expenditure in the reimbursed fund, following the authoritative guidance provided under KMAAG regulatory basis accounting.

Property Taxes

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

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

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

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

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statute

USD 432 is not aware of any statutory violations.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE C - DEPOSITS & INVESTMENTS

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

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

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

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2022.

At June 30, 2022, the District's carrying amount of deposits was \$1,686,426, and the bank balance was \$1,912,751. The difference between the carrying amount and the bank balance is outstanding checks and deposits. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$508,509 was covered by federal depository insurance and \$1,404,242 was collateralized with securities held by the pledging financial institution's 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.

NOTE D - IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$117,177 subsequent to June 30, 2022 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2022.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE E - INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	At Risk (K-12)	KSA 72-5167	\$ 112,580
General Fund	Capital Outlay	KSA 72-5167	35,497
General Fund	Professional Development	KSA 72-5167	6,500
General Fund	Special Education	KSA 72-5167	322,648
Supplemental General Fund	At Risk (K-12)	KSA 72-5143	36,100
Supplemental General Fund	Special Education	KSA 72-5143	166,025
Supplemental General Fund	Vocational Education	KSA 72-5143	147,511
Supplemental General Fund	Food Service	KSA 72-5143	26,327

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

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, 2022.

Termination Benefits. Unified School District No. 432 has implemented a plan for eligible employees of the District to receive benefits upon making an election to take early retirement. Early retirement is entirely voluntary and at the discretion of an eligible employee.

An employee is eligible for early retirement if the following conditions are met:

1. The employee is currently a full-time employee of the District
2. The employee is eligible for full retirement benefits under KPERS and is not more than 65 years of age.
3. The employee has fifteen years or more of employment service with the District.
4. The employee has twenty years or more of service credit recognized by the Kansas Public Employees Retirement System (KPERS).

It shall be the responsibility of the employee to provide all the facts and information necessary to prove eligibility for early retirement. An employee may apply for early retirement by giving written notice to the Superintendent of Schools on or before the first day of April preceding the anticipated retirement date. Such written notice shall include the following information:

1. A statement of the applicant's desire to take early retirement.
2. The anticipated date of retirement and their date of birth.
3. The number of years applicant has been employed by the school district.
4. The total number of years of service credit recognized by KPERS

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS – CONTINUED

Failure to request early retirement by April 1 shall not exclude the candidate, if the Board of Education chooses to give approval, even though the deadline may not have been met.

Following final action on any application by the Board of Education for early retirement, the Superintendent shall notify the applicant in writing of the final disposition.

For certified employees, the amount of payment to the retiree who is 58 years of age or older shall be the equivalent of \$415 per month until the participant reaches the age of 62 years and then \$150 per month from the age 62 to 65 years of age.

If any certified employee chooses to retire before 58 years of age, the payment will be figured in the following manner: Take the amount a person could receive from 58 to 62 years of age (\$19,920) and divide this amount by the number of months from the eligible retirement date until they reach the age of 62 years old. Payment from age 62 to 65 years old will be \$150 a month.

For classified employees, the amount of payment to the retiree who is 58 years old or older shall be the equivalent of \$275 per month until the participant reaches the age of 62 years and then \$100 per month from the age 62 to 65 years of age.

If any classified employee chooses to retire before 58 years of age the payments will be figured in the following manner: Take the amount a person could receive from 58 to 62 years of age (\$13,200) and divide this amount by the number of months from the eligible retirement date until they reach the age of 62 years old. Payment from age 62 to 65 years old will be \$100 a month.

If death should occur to the participant during this agreement, the Board of Education will honor said agreement to the participant's spouse only for months that would have remained until the participant would have reached the age of 65.

The early retirement benefit shall be payable by the school district in the following manner: The benefit may be applied toward a membership in the school district's health insurance policy, or it may be taken in cash on a monthly basis, or it may be taken as a combination of the two. If any of the payment is to be made in cash, the payment shall be made each month or in a lump sum each year; for one year at a time in the discretion of the Board of Education.

Early retirement benefits paid for the year ending June 30, 2022, was \$12,291. The following is a schedule of the next five years of payments under the District's early retirement plan for the years ending June 30, 2022:

2023	\$ 11,241
2024	9,291
2025	7,495
2026	4,873
2027	<u>3,600</u>
Total	\$ 36,500

Compensated Absences

All employees of the District will be paid up to \$38 per day for any unused sick leave days upon retirement, resignation, death, or other reasons for terminating employment. The employee may take this remuneration as: (1) a lump sum, (2) as monthly payments on a health insurance policy carried by the District at the rate of no more than a single premium, if retiring, or (3) it may be applied to the employee's salary in the last year of

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS – CONTINUED

employment, if retiring, provided the employee has declared their intent by June 1 preceding their last year. In the event the remuneration has not been paid out by the District by the time the employee reaches age 65, the employee will be given the remainder in a lump sum payment. In the event that options (2) or (3) above are selected, this policy must meet all legal requirements at the time of separation.

The maximum amount of remuneration one can receive is listed below:

<u>Years of Service</u>	<u>Amount</u>
1 to 10	\$ 13.50 per day
11 to 15	18.75 per day
16 to 20	24.00 per day
21 to 25	29.25 per day
26 to 30	34.50 per day
31 +	38.00 per day

All employees of the District receive 12 days of discretionary leave each year. All certified and non-certified employees, may accumulate the discretionary leave to 125 days.

The twelve month employees of the District, including Central Office secretaries, custodians, and the school superintendent, are entitled to paid vacations.

The District has employees eligible for compensated absence pay who have accumulated a total of 1,797 unused sick days and 144.5 days of unused vacation days as of and for the year ended June 30, 2022. The estimated liability of unused sick leave at June 30, 2022 is \$42,918 and the estimated liability for unused vacation at June 30, 2022 is \$22,286.

NOTE G - DEFINED BENEFIT PENSION PLAN (KPERS)

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

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

State law provides that the employer contribution 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 15.59%

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

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

and 14.23%, respectively, for the fiscal year ended June 30, 2021. The actuarially determined employer contribution rate and the statutory contribution rate was 14.83% and 13.33% for the fiscal year ended June 30, 2022.

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.

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 \$112,655 for the year ended June 30, 2022.

Net Pension Liability

At June 30, 2022, the District's proportionate share of the collective net pension liability reported by KPERS was \$1,967,058. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup with KPERS for the fiscal year ended June 30, 2021. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE H - CLAIMS AND JUDGEMENTS

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

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE H - CLAIMS AND JUDGEMENTS - CONTINUED

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

NOTE I - RELATED PARTY TRANSACTIONS

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

	<u>2021-2022</u>
City of Victoria	\$15,602
Ryan Mauch, board member, is an employee	
Gorham State Bank	25,988
Troy Schippers, board treasurer, is an employee	
Midwest Energy	58,622
Sean Rodger, board member, is an employee	
Hays Medical Center	
Jacque Schmidt, board member, is an employee	4,300
USD #407	
Dallas Woolf, spouse of Superintendent, is an employee	4,959

NOTE J – CORONAVIRUS (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 Municipality’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 Municipality is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2021.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2022

NOTE K – LONG-TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2022, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
Lease Purchase:									
Bus	2.86%	2/27/2017	\$ 146,115	2/27/2022	\$ 25,375	\$ -	\$ 25,375	\$ -	\$ 613
Copier		7/27/2017	10,816	7/27/2022	2,164	-	2,164	-	-
2 Printers & Copier		1/8/2019	37,733	12/1/2023	18,866	-	7,546	11,320	-
Total Contractual Indebtedness					<u>\$ 46,405</u>	<u>\$ -</u>	<u>\$ 35,085</u>	<u>\$ 11,320</u>	<u>\$ 613</u>

Current maturities of long-term debt and interest for the next two years through maturity are as follows:

	<u>2022-2023</u>	<u>2023-2024</u>	<u>Total</u>
Principal			
2 Printers & Copier	<u>\$ 7,547</u>	<u>\$ 3,773</u>	<u>\$ 11,320</u>

NOTE L – SUBSEQUENT EVENTS

In July 2022, the Board approved a bid from Micro Air for \$69,394 for the welding ventilation system.

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA
VICTORIA, KANSAS

REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2022

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2022

	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance- Over (Under)
General Funds:						
General	\$ 2,561,005	\$ (18,964)	\$ 611	\$ 2,542,652	\$ 2,542,652	\$ -
Local Option	845,140	(5,610)	-	839,530	839,530	-
Special Purpose Funds:						
Capital Outlay	606,000	-	-	606,000	250,862	(355,138)
Food Service	349,114	-	-	349,114	247,910	(101,204)
Professional Development	6,500	-	-	6,500	6,500	-
Special Education	527,003	-	-	527,003	475,713	(51,290)
Vocational Education	186,192	-	-	186,192	147,511	(38,681)
Recreation Commission	60,016	-	-	60,016	60,016	-
At-Risk (K-12)	157,721	-	-	157,721	148,680	(9,041)
KPERs	290,753	-	-	290,753	264,027	(26,726)
Bond and Interest Funds:						
Bond and Interest	-	-	-	-	-	-
Total Budgeted Funds	<u>5,589,444</u>	<u>(24,574)</u>	<u>611</u>	<u>5,565,481</u>	<u>4,983,401</u>	<u>(582,080)</u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****GENERAL FUND**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Equalization Aid	\$ 2,192,536	\$ 2,246,244	\$ 2,252,502	\$ (6,258)
Mineral Production Tax	6,006	9,236	20,000	(10,764)
Special Education Aid	272,011	286,561	288,503	(1,942)
Other State Revenue	2,443	611	-	611
Total Receipts	2,472,996	2,542,652	\$ 2,561,005	\$ (18,353)
Expenditures Subject to Legal Max Budget				
Instruction				
Certified Salaries	882,129	915,875	895,799	20,076
Early Retirement	7,142	9,536	-	9,536
Non-Certified Salaries	102,782	89,701	110,399	(20,698)
Employee Insurance	240,658	229,752	236,869	(7,117)
Social Security	74,334	76,808	69,500	7,308
Other Employee Benefit	10,009	6,072	6,600	(528)
Purchased Professional/Technical Services	3,080	3,111	3,000	111
Tuition	25,425	25,504	25,616	(112)
General Supplies (Teaching)	14,554	28,082	23,000	5,082
Textbooks	8,653	13,035	12,000	1,035
Miscellaneous Supplies	27,821	46,681	35,000	11,681
Property	3,475	951	15,000	(14,049)
Other	6,164	4,221	9,000	(4,779)
Total Instruction	1,406,226	1,449,329	1,441,783	7,546
Student Support Services				
Certified Salaries	98,565	81,718	87,563	(5,845)
Non-Certified Salaries	41,950	43,300	43,300	-
Employee Insurance	28,682	28,947	39,402	(10,455)
Social Security	9,357	8,315	9,150	(835)
Other Employee Benefit	506	603	440	163
Purchased Professional/Technical Services	2,945	4,139	500	3,639
Supplies	1,118	3,374	1,500	1,874
Other Purchased Services	-	-	5,000	(5,000)
Property	1,101	-	1,200	(1,200)
Total Student Support Services	184,224	170,396	188,055	(17,659)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****GENERAL FUND - CONTINUED**

		2022		Variance
	2021	Actual	Budget	Over
	Actual			(Under)
Expenditures - Continued				
Instruction Support Staff				
Certified Salaries	7,458	9,258	9,217	41
Social Security	451	631	645	(14)
Other Employee Benefit	5	8	6	2
Books/Periodicals	2,079	2,628	2,500	128
Audiovisual/Instructional Software	5,990	11,103	9,000	2,103
Miscellaneous Supplies	624	439	1,000	(561)
Total Instruction Support Staff	16,607	24,067	22,368	1,699
General Administration				
Certified Salaries	46,500	51,073	52,645	(1,572)
Non-Certified Salaries	19,590	26,092	20,325	5,767
Employee Insurance	20,766	24,049	25,379	(1,330)
Social Security	5,009	5,489	5,108	381
Other Employee Benefit	2,036	483	485	(2)
Purchased Professional/Technical Services	6,600	11,407	13,000	(1,593)
Insurance	41,431	42,218	45,000	(2,782)
Communications	546	781	3,000	(2,219)
Other Purchased Services	7,017	11,923	4,000	7,923
Supplies	312	317	1,100	(783)
Property	3,824	-	4,000	(4,000)
Other	14,342	9,196	10,000	(804)
Total General Administration	167,973	183,028	184,042	(1,014)
School Administration				
Certified Salaries	117,243	117,073	115,500	1,573
Non-Certified Salaries	57,623	57,511	50,142	7,369
Employee Insurance	33,242	23,880	25,379	(1,499)
Social Security	12,947	12,752	11,595	1,157
Other Employee Benefit	2,562	981	1,000	(19)
Communications	6,817	7,592	10,327	(2,735)
Other Purchased Services	1,740	9,509	-	9,509
Supplies	669	1,256	700	556
Other	9,900	5,779	4,400	1,379
Total School Administration	242,743	236,333	219,043	17,290

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****GENERAL FUND - CONTINUED**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Central Services				
Non-Certified Salaries	15,410	15,787	15,988	(201)
Social Security	1,038	1,042	1,119	(77)
Other	13	13	13	-
Total Central Services	16,461	16,842	17,120	(278)
After School				
Non-Certified Salaries	13,401	13,059	-	13,059
Social Security	886	872	-	872
Unemployment Compensation	11	11	-	11
Other	(13,428)	(28,509)	-	(28,509)
Total After School	870	(14,567)	-	(14,567)
Preschool				
Certified Salaries	20	-	-	-
Social Security	2	-	-	-
Other Employee Benefit	6	-	-	-
Total Preschool	28	-	-	-

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****GENERAL FUND - CONTINUED**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Transfers				
At-Risk (K-12)	73,836	112,580	118,591	(6,011)
Capital Outlay	35,022	35,497	-	35,497
Contingency Reserve	22,708	-	-	-
Food Service	-	-	55,000	(55,000)
Professional Development	3,840	6,500	6,500	-
Special Education	302,458	322,647	288,503	34,144
Vocational Education	-	-	20,000	(20,000)
Total Transfers	437,864	477,224	488,594	(11,370)
Total Expenditures				
Subject to Legal Max Budget	2,472,996	2,542,652	2,561,005	(18,353)
Adjustments for Qualifying Budget Credits	-	-	611	(611)
Adjustment to Comply with Legal Max	-	-	(18,964)	18,964
Legal General Fund Budget	2,472,996	2,542,652	<u>\$ 2,542,652</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

LOCAL OPTION FUND

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ 630,137	\$ 603,953	\$ 612,742	\$ (8,789)
Delinquent Tax	7,259	6,340	9,728	(3,388)
Motor Vehicle Tax	49,463	53,534	40,969	12,565
Recreational Vehicle Tax	1,448	1,620	1,092	528
16/20M Vehicle Tax	2,287	2,190	-	2,190
Supplemental State Aid	170,839	179,492	180,691	(1,199)
Total Receipts	861,433	847,129	\$ 845,222	\$ 1,907
Expenditures				
Instruction				
Other Purchased Services - Tuition	4,246	5,084	5,000	84
Total Instruction	4,246	5,084	5,000	84
Operation and Maintenance				
Non-Certified Salaries	140,841	156,950	147,112	9,838
Insurance	36,359	41,159	45,890	(4,731)
Social Security	10,219	11,546	10,298	1,248
Other Employee Benefit	6,546	6,646	5,500	1,146
Water/Sewer	16,626	15,602	18,000	(2,398)
Snow Plowing	1,523	1,410	-	1,410
Heating	25,211	29,776	-	29,776
Cleaning	2,217	2,270	4,200	(1,930)
Computer Services	4,075	319	-	319
Repairs	18,399	12,619	13,000	(381)
Rental Services	3,271	1,118	3,500	(2,382)
Insurance	510	561	525	36
Other Purchased Services	9,737	2,923	5,456	(2,533)
Supplies	27,510	16,889	29,000	(12,111)
Electricity	55,779	55,389	91,000	(35,611)
Motor Fuel	114	1,016	1,600	(584)
Property, Equip, Furnishings	14,440	364	1,000	(636)
Total Operation and Maintenance	373,377	356,557	376,081	(19,524)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2022

(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)

LOCAL OPTION FUND - CONTINUED

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Vehicle Operating Services and Maintenance				
Non-Certified Salaries	9,625	15,443	12,000	3,443
Social Security	698	1,124	840	284
Other Employee Benefit	351	313	372	(59)
Mileage in Lieu of Transportation	49,927	51,887	52,000	(113)
Insurance	4,680	5,022	5,500	(478)
Motor Fuel	6,209	12,470	10,000	2,470
Other	5,073	12,745	12,000	745
Other Purchased Services	19	1,728	-	1,728
Supplies	195	1,194	-	1,194
Total Vehicle Operating Services	76,777	101,926	92,712	9,214
Operating Transfers				
At Risk (K-12)	36,734	36,100	39,130	(3,030)
Food Service	36,654	26,327	-	26,327
Special Education	176,329	166,025	166,025	-
Vocational Education	134,562	147,511	166,192	(18,681)
Total Operating Transfers	384,279	375,963	371,347	4,616
Total Expenditures				
Subject to Legal Max Budget	838,679	839,530	845,140	(5,610)
Adjustment to Comply with Legal Max	-	-	(5,610)	5,610
Legal Local Option Fund Budget	838,679	839,530	\$ 839,530	\$ -
Receipts Over (Under) Expenditures	22,754	7,599		
Unencumbered Cash, Beginning	65,309	88,063		
Unencumbered Cash, Ending	\$ 88,063	\$ 95,662		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****CAPITAL OUTLAY FUND**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
General Property Taxes				
Ad Valorem Property Taxes	\$ 227,997	\$ 238,104	\$ 242,686	\$ (4,582)
Delinquent Tax	3,076	2,574	5,258	(2,684)
Motor Vehicle Tax	21,327	21,353	26,308	(4,955)
Recreational Vehicle Tax	621	658	702	(44)
16/20M Vehicle Tax	929	1,013	-	1,013
Other				
State Aid	-	9,603	9,603	-
Interest	563	371	-	371
Other	1,109	88,184	-	88,184
Transfer from General	35,022	35,497	-	35,497
Total Receipts	290,644	397,357	\$ 284,557	\$ 112,800
Expenditures				
Instruction	-	69,235	-	69,235
Instructional Support Staff	-	26,925	-	26,925
General Administration	-	2,577	-	2,577
School Administration	-	5,928	-	5,928
Operations & Maintenance	41,598	11,841	276,000	(264,159)
Equipment & Busses	26,101	25,988	80,000	(54,012)
Other Support Services	-	36,953	-	36,953
Site Improvement Services	11,343	71,415	250,000	(178,585)
Total Expenditures	79,042	250,862	\$ 606,000	\$ (355,138)
Receipts Over (Under) Expenditures	211,602	146,495		
Unencumbered Cash, Beginning	208,898	420,500		
Unencumbered Cash, Ending	\$ 420,500	\$ 566,995		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****FOOD SERVICE FUND**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Equalization Aid	\$ 4,497	\$ 1,728	\$ 1,872	\$ (144)
Federal Aid	169,256	237,502	249,796	(12,294)
Other Receipts				
Lunch/Breakfast - Students	15,078	58	-	58
Lunch Sales - Adults	1,142	1,892	7,700	(5,808)
Transfer from General	-	-	55,000	(55,000)
Transfer from Local Option	36,654	26,327	-	26,327
Total Receipts	226,627	267,507	\$ 314,368	\$ (46,861)
Expenditures				
Salaries	67,852	69,523	69,513	10
Employee Insurance	29,049	29,896	30,034	(138)
Social Security	4,497	4,617	4,866	(249)
Other Employee Benefit	1,603	1,751	1,701	50
Other Purchased Services	3,805	2,945	4,000	(1,055)
Food and Milk	110,141	123,929	170,000	(46,071)
Miscellaneous Supplies	5,330	4,898	9,000	(4,102)
Property (Equipment & Furnishings)	1,400	9,434	9,000	434
Other	830	917	51,000	(50,083)
Total Expenditures	224,507	247,910	\$ 349,114	\$ (101,204)
Receipts Over (Under) Expenditures	2,120	19,597		
Unencumbered Cash, Beginning	69,244	71,364		
Unencumbered Cash, Ending	\$ 71,364	\$ 90,961		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****PROFESSIONAL DEVELOPMENT FUND**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer From General	\$ 3,840	\$ 6,500	\$ 6,500	\$ -
Total Receipts	3,840	6,500	\$ 6,500	\$ -
Expenditures				
Support Services				
Purchased Professional/Technical Services	3,840	6,500	6,500	-
Total Expenditures	3,840	6,500	\$ 6,500	\$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****SPECIAL EDUCATION FUND**

		2022		Variance
	2021			Over
	Actual	Actual	Budget	(Under)
Receipts				
Other Receipts - Local Sources	\$ 5,681	\$ 12,126	\$ -	\$ 12,126
Other Receipts - State Funds	-	14,091	-	14,091
Other Receipts - Federal Funds	4,779	-	-	-
Transfer From General	302,458	322,648	288,503	34,145
Transfer From Local Option	176,329	166,025	166,025	-
Total Receipts	489,247	514,890	\$ 454,528	\$ 60,362
Expenditures				
Other Purchased Services	8,479	22,269	65,700	(43,431)
Supplies	115	56	-	56
Other	325	1,935	10,000	(8,065)
Payment to Special Ed. Co-op	431,090	440,383	426,771	13,612
Total Instruction	440,009	464,643	502,471	(37,828)
Vehicle Operating Service				
Salaries	8,187	5,360	10,300	(4,940)
Social Security	611	391	721	(330)
Other Employee Benefit	8	1,050	11	1,039
Insurance	2,987	713	3,200	(2,487)
Motor Fuel	1,888	2,611	4,000	(1,389)
Other	-	945	6,300	(5,355)
Total Vehicle Operating Service	13,681	11,070	24,532	(13,462)
Total Expenditures	453,690	475,713	\$ 527,003	\$ (51,290)
Receipts Over (Under) Expenditures	35,557	39,177		
Unencumbered Cash, Beginning	168,682	204,239		
Unencumbered Cash, Ending	\$ 204,239	\$ 243,416		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****VOCATIONAL EDUCATION FUND**

		2022		Variance
	2021 Actual	Actual	Budget	Over Over (Under)
Receipts				
Transfer From General	\$ -	\$ -	\$ 20,000	\$ (20,000)
Transfer From Local Option	134,562	147,511	166,192	(18,681)
Total Receipts	134,562	147,511	\$ 186,192	\$ (38,681)
Expenditures				
Instruction				
Certified Salaries	103,384	103,861	133,527	(29,666)
Employee Insurance	19,572	32,482	38,820	(6,338)
Social Security	7,711	7,279	9,347	(2,068)
Other Employee Benefit	95	89	98	(9)
Purchased Professional/Technical Services	3,800	1,900	3,900	(2,000)
Other	-	1,900	-	1,900
General Supplies	-	-	500	(500)
Total Expenditures	134,562	147,511	\$ 186,192	\$ (38,681)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****RECREATION COMMISSION FUND**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ 28,500	\$ 58,633	\$ 53,164	\$ 5,469
Delinquent Tax	385	355	438	(83)
Motor Vehicle Tax	2,666	2,669	2,195	474
Recreational Vehicle Tax	78	82	58	24
16/20M Vehicle Tax	116	127	-	127
Total Receipts	31,745	61,866	\$ 55,855	\$ 6,011
Expenditures				
Recreation Commission Appropriation	29,622	60,016	60,016	-
Total Expenditures	29,622	60,016	\$ 60,016	\$ -
Receipts Over (Under) Expenditures	2,123	1,850		
Unencumbered Cash, Beginning	5,057	7,180		
Unencumbered Cash, Ending	\$ 7,180	\$ 9,030		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****AT RISK FUND (K-12)**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer From General	\$ 73,836	\$ 112,580	\$ 118,591	\$ (6,011)
Transfer From Local Option	36,734	36,100	39,130	(3,030)
Total Receipts	110,570	148,680	\$ 157,721	\$ (9,041)
Expenditures				
Certified Salaries	71,205	89,401	67,785	21,616
Non-Certified Salaries	11,934	12,913	9,170	3,743
Insurance	23,785	39,041	27,525	11,516
Social Security	3,603	7,241	7,003	238
Other Employee Benefit	43	84	77	7
General Teaching	-	-	46,161	(46,161)
Total Expenditures	110,570	148,680	\$ 157,721	\$ (9,041)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****ESSER (ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF FUND)**

	2021	2022
Receipts		
State Aid	\$ 13,804	\$ 81,744
	<u>13,804</u>	<u>81,744</u>
Total Receipts	<u>13,804</u>	<u>81,744</u>
Expenditures		
Certified	10,350	63,400
NonCertified Salaries	300	15,000
Social Security	815	3,271
Other Employee Benefits	10	73
Property	879	-
Other Purchased Services	435	-
Audiovisual & Instruction Software	853	-
General Supplies & Materials	162	-
	<u>13,804</u>	<u>81,744</u>
Total Expenditures	<u>13,804</u>	<u>81,744</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****KPERS FUND**

		2022		Variance
	2021 Actual	Actual	Budget	Over Over (Under)
Receipts				
State Aid	\$ 249,359	\$ 264,027	\$ 290,753	\$ (26,726)
Total Receipts	249,359	264,027	\$ 290,753	\$ (26,726)
Expenditures				
Employee Benefits	249,359	264,027	290,753	(26,726)
Total Expenditures	249,359	264,027	\$ 290,753	\$ (26,726)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****GIFT FUND**

	<u>2021</u>	<u>2022</u>
Receipts		
Receipts From Local Sources	\$ 30,419	\$ 12,862
	<u>30,419</u>	<u>12,862</u>
Total Receipts	<u>30,419</u>	<u>12,862</u>
Expenditures		
Supplies	472	3,584
Property	26,820	7,191
Other Purchased Services	<u>-</u>	<u>998</u>
Total Expenditures	<u>27,292</u>	<u>11,773</u>
Receipts Over (Under) Expenditures	3,127	1,089
Unencumbered Cash, Beginning	<u>25,505</u>	<u>28,632</u>
Unencumbered Cash, Ending	<u><u>\$ 28,632</u></u>	<u><u>\$ 29,721</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****TITLE I & TITLE II FUNDS**

	<u>2021</u>	<u>2022</u>
Receipts		
Federal Aid	\$ 29,784	\$ 33,499
	<u>29,784</u>	<u>33,499</u>
Total Receipts	<u>29,784</u>	<u>33,499</u>
Expenditures		
Instruction		
Certified Salaries	5,782	20,300
Non-Certified Salaries	12,049	10,525
Employee Insurance	10,802	-
Social Security	1,138	2,073
Other Employee Benefit	<u>13</u>	<u>601</u>
Total Instruction	<u>29,784</u>	<u>33,499</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****RURAL SCHOOL ACHIEVEMENT PROGRAM FUND (REAP)**

	<u>2021</u>	<u>2022</u>
Receipts		
Education Grant	\$ 28,500	\$ 28,797
	<u>28,500</u>	<u>28,797</u>
Total Receipts	<u>28,500</u>	<u>28,797</u>
Expenditures		
Instruction Support Staff		
Certified Salaries	7,229	7,527
Non-Certified Salaries	438	-
Social Security	532	545
Employee Benefits	7	7
Purchased Professional/Technical Services	544	588
Audiovisual & Instructional Software	18,900	19,212
Other	850	918
	<u>28,500</u>	<u>28,797</u>
Total Expenditures	<u>28,500</u>	<u>28,797</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****TITLE IV FUND**

	<u>2021</u>	<u>2022</u>
Receipts		
State Aid	\$ 10,844	\$ 11,114
	<u>10,844</u>	<u>11,114</u>
Total Receipts	<u>10,844</u>	<u>11,114</u>
Expenditures		
Certified Salaries	6,757	-
Non-Certified Salaries	-	9,223
Health Insurance	3,853	-
Social Security	231	597
Other Employee Benefits	3	1,294
Supplies	<u>-</u>	<u>-</u>
Total Expenditures	<u>10,844</u>	<u>11,114</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****CONTINGENCY RESERVE FUND**

	<u>2021</u>	<u>2022</u>
Receipts		
Transfer from General	\$ 22,708	\$ -
	<u>22,708</u>	<u>-</u>
Total Receipts	<u>22,708</u>	<u>-</u>
Expenditures		
Expenditures	<u>22,708</u>	<u>-</u>
	<u>22,708</u>	<u>-</u>
Total Expenditures	<u>22,708</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Cancelled Encumbrance	-	11,735
Unencumbered Cash, Beginning	<u>317,093</u>	<u>317,093</u>
Unencumbered Cash, Ending	<u><u>\$ 317,093</u></u>	<u><u>\$ 328,828</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****CARES (SPARKS) FUND**

	<u>2021</u>	<u>2022</u>
Receipts		
Transfer from General	<u>\$ 93,609</u>	<u>\$ -</u>
Total Receipts	<u>93,609</u>	<u>-</u>
Expenditures		
Expenditures	<u>93,609</u>	<u>-</u>
Total Expenditures	<u>93,609</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****K-12 ELC Grant Funds**

	<u>2021</u>	<u>2022</u>
Receipts		
Other Receipts - Local Sources	\$ -	\$ 20,030
	<u>-</u>	<u>20,030</u>
Total Receipts	<u>-</u>	<u>20,030</u>
Expenditures		
Expenditures	<u>-</u>	<u>20,030</u>
	<u>-</u>	<u>20,030</u>
Total Expenditures	<u>-</u>	<u>20,030</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis****For the Year Ended June 30, 2022****(With Comparative Actual Totals for the Prior Year Ended June 30, 2021)****BOND AND INTEREST FUND**

	2021 Actual	2022		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ -	\$ -	\$ 1,388	\$ (1,388)
Delinquent Tax	2,667	656	21	635
Motor Vehicle Tax	17,834	-	97	(97)
16/20 Motor Vehicle	1,424	47	-	47
Recreational Vehicle Tax	562	-	3	(3)
Total Receipts	22,487	703	\$ 1,509	\$ (806)
Expenditures				
Principal	-	-	-	-
Interest	-	-	-	-
Total Expenditures	-	-	\$ -	\$ -
Receipts Over (Under) Expenditures	22,487	703		
Unencumbered Cash, Beginning	94,691	117,178		
Unencumbered Cash, Ending	\$ 117,178	\$ 117,881		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended June 30, 2022

STUDENT ORGANIZATION FUNDS (AGENCY FUNDS)

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Civic	\$ -	\$ 2,330	\$ 970	\$ 1,360
Concession Stand	1	20,851	14,506	6,346
DVD	376	615	179	812
FCCLA Club	9,360	17,389	19,019	7,730
FFA	10,047	23,061	25,732	7,376
High School Boys Basketball	5,313	900	2,060	4,153
High School Cheer	1,602	10,759	8,614	3,747
High School Football	-	-	-	-
High School Girls Basketball	1,807	2,069	3,068	808
High School Volleyball	59	683	225	517
Interest & Projects	2,380	433	634	2,179
Jump Start	1,979	6,400	6,187	2,192
Middle School Activities	1,484	1,519	1,754	1,249
Middle School Boys Basketball	424	-	46	378
Middle School Football	242	890	1,120	12
Middle School Girls Basketball	239	749	479	509
Middle School Volleyball	15	540	300	255
National Honor Society	-	885	521	364
Middle School Cheer	308	2,728	1,775	1,261
SADD	1,775	728	198	2,305
Shooting Sports	-	9,804	6,152	3,652
Skills USA	368	-	368	-
Student Council	6,582	13,234	19,031	785
Tennis	893	720	344	1,269
Track	564	-	90	474
Weight Lifting	3,868	1,235	3,689	1,414
Class of 2023	-	3,145	1,957	1,188
Class of 2024	-	1,446	287	1,159
JH/HS Resource Room	-	433	-	433
Yearbook	16,105	22,565	14,464	24,206
V-Club	8,460	5,898	4,368	9,990
Total Student Organization Funds	\$ 74,251	\$ 152,009	\$ 138,137	\$ 88,123

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

**Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2022**

DISTRICT ACIVITY FUNDS

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Cash</u>
Athletics	\$ 8,234	\$ 56,489	\$ 50,793	\$ 13,930
Grade School Projects	<u>2,347</u>	<u>15,924</u>	<u>10,131</u>	<u>8,140</u>
Total District Acitivity Funds	<u>\$ 10,581</u>	<u>\$ 72,413</u>	<u>\$ 60,924</u>	<u>\$ 22,070</u>