

**UNIFIED SCHOOL DISTRICT NO. 432,
VICTORIA, KANSAS**

**FINANCIAL STATEMENT
AND INDEPENDENT AUDITORS' REPORT**

For the Year Ended June 30, 2020

**UNIFIED SCHOOL DISTRICT NO. 432
VICTORIA, KANSAS**

For the Year Ended June 30, 2020

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INDEPENDENT AUDITORS' REPORT

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

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, a Municipality, as of and for the year ended June 30, 2020 and the related notes to the financial statement.

Management's Responsibility for the Financial 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from 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 A of the financial statement, the financial statement is prepared by the Unified School District No. 432, Victoria, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A 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 of Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 432 as of June 30, 2020, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

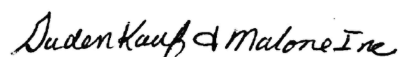
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 432 as of June 30, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis of 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; schedule of regulatory basis receipts and expenditures-agency funds; and schedules of regulatory basis receipts, expenditures, and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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 A.

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of USD 432, Victoria, Kansas as of and for the year ended June 30, 2019 (not presented herein), and have issued our report thereon dated December 2, 2019, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link <http://www.admin.ks.gov/offices/oar/municipal-services>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2020 (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 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2019 basic financial statement or to the 2019 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.



Gudenkauf & Malone, Inc.

November 30, 2020

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2020

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance	Statement 1
General Funds:							
General	\$ -	\$ 2,441,514	\$ 2,441,514	-	\$ 19,768	\$ 19,768	
Local Option	63,566	757,889	756,146	65,309	3,213	68,522	
Total General Funds	63,566	3,199,403	3,197,660	65,309	22,981	88,290	
Special Purpose Funds:							
Capital Outlay	432,781	302,559	526,442	208,898	331,789	540,687	
Food Service	63,660	213,320	207,736	69,244	-	69,244	
Professional Development	-	2,705	2,705	-	-	-	
Special Education	154,463	448,888	434,669	168,682	-	168,682	
Vocational Education	854	129,719	130,573	-	-	-	
Recreation Commission	2,987	34,618	32,548	5,057	-	5,057	
At-Risk (K-12)	-	118,999	118,999	-	-	-	
ESSER	-	1,493	1,493	-	-	-	
KPERS	-	264,570	264,570	-	-	-	
Gift	22,277	18,983	15,755	25,505	-	25,505	
Title I & Title II	-	24,001	24,001	-	-	-	
REAP	-	34,905	34,905	-	2,643	2,643	
Title IV	-	10,700	10,700	-	-	-	
Contingency Reserve	311,022	6,071	-	317,093	-	317,093	
District Activity	15,553	42,608	42,233	15,928	-	15,928	
Total Special Purpose Funds	1,003,597	1,654,139	1,847,329	810,407	334,432	1,144,839	
Bond and Interest Funds:							
Bond and Interest	477,602	53,230	436,141	94,691	-	94,691	
Total Reporting Entity (Excluding Agency Funds)							
	<u>\$ 1,544,765</u>	<u>\$ 4,906,772</u>	<u>\$ 5,481,130</u>	<u>\$ 970,407</u>	<u>\$ 357,413</u>	<u>\$ 1,327,820</u>	
					Money Market	\$ 1,338,334	
					Checking	25,502	
					Petty Cash	4,500	
					Certificate of Deposit	15,000	
					Total Cash	1,383,336	
					Agency Funds Per Schedule 3	(55,516)	
					Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,327,820</u>	

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, 2020

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.

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.

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.).

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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.

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.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There was one 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 evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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

K.S.A. 10-816 requires checks outstanding for two years or more to be canceled and be resorted to the fund originally charged. There is one immaterial check that needs voided.

USD 432 is not aware of any other non-compliance with Kansas statutes.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

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, 2020.

At June 30, 2020, the District's carrying amount of deposits was \$1,383,336, and the bank balance was \$1,551,327. 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, \$515,000 was covered by federal depository insurance and \$1,036,327 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 \$127,448 subsequent to June 30, 2020 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2020.

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	\$ 82,704
General Fund	Capital Outlay	KSA 72-5167	14,600
General Fund	Contingency Reserve	KSA 72-5167	6,071
General Fund	Food Service	KSA 72-5167	50,587
General Fund	Professional Development	KSA 72-5167	2,705

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

NOTE E - INTERFUND TRANSFERS - CONTINUED

General Fund	Special Education	KSA 72-5167	\$287,027
General Fund	Vocational Education	KSA 72-5167	76
Supplemental General Fund	At Risk (K-12)	KSA 72-5143	36,295
Supplemental General Fund	Special Education	KSA 72-5143	160,491
Supplemental General Fund	Vocational Education	KSA 72-5143	129,643

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 benefits and life insurance benefits. The plan is administered through a trust held by KPERs that is funded to pay annual benefit payments, the employer contribution rate is set at 1% for the year ended June 30, 2020.

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

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.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

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

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, 2020, was \$10,732. 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:

2021	\$ 8,070
2022	6,745
2023	5,695
2024	4,945
2025	<u>3,148</u>
Total	\$28,603

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 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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

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

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 2,039.25 unused sick days and 197 days of unused vacation days as of and for the year ended June 30, 2020. The estimated liability of unused sick leave at June 30, 2020 is \$49,489 and the estimated liability for unused vacation at June 30, 2020 is \$28,001.

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

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

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

contribution rate and the statutory contribution rate was 16.15% and 14.41% for the fiscal year ended June 30, 2020.

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

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

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$105,017 for the year ended June 30, 2020.

Net Pension Liability

At June 30, 2020, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,281,228. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup with KPERS for the fiscal year ended June 30, 2019. Since 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.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

NOTE H - CLAIMS AND JUDGEMENTS - CONTINUED

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.

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>2019-2020</u>
City of Victoria	\$10,543
Don Pruitt, board member, is an employee	
Ryan Mauch, board member, is an employee	
Gorham State Bank	26,101
Troy Schippers, board treasurer, is an employee	
Midwest Energy	57,300
Sean Rodger, board member, is an employee	
University of Kansas - Hays Medical Center	4,375
Janea Dinkel, board member, is an employee	
Jacque Schmidt, board member, is an employee	
Kathleen Huser, spouse of board member, is an employee	
Jim Schmidt, spouse of board member, is an employee	

NOTE J – CORONAVIRUS (COVID-19)

On March 11, 2020, the COVID-19 outbreak was declared a global pandemic, which resulted in federal, state, and local governments implementing restrictions and mitigation measures to slow the spread of the virus.

On March 12, 2020 Kansas Governor Laura Kelly issued Executive Order No. 20-07 which required all school buildings or facilities to close and cease in-person instruction until May 29, 2020 or until the statewide State of Disaster Emergency proclamation expired, whichever occurred first.

The duration of these conditions and the ultimate financial effects on the municipality cannot be reasonably estimated at this time.

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2020

NOTE K – LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Final Maturity	Beginning of Year	Additions	Reductions/ Payments	End of Year	Interest Paid
Lease Purchase:									
Bus	2.86%	2/27/2017	\$ 146,115	2/27/2022	\$ 74,029	\$ -	\$ 23,984	\$ 50,045	\$ 2,117
Copier		7/27/2017	10,816	7/27/2022	6,490	-	2,163	4,327	-
2 Printers & Copier		1/8/2019	37,733	12/1/2023	33,960	-	7,547	26,413	-
General Obligation Bonds:									
Series 2015	1.45%	1/16/2015	1,284	9/1/2019	433,000	-	433,000	-	3,139
Total Contractual Indebtedness					<u>\$ 547,479</u>	<u>\$ -</u>	<u>\$ 466,694</u>	<u>\$ 80,785</u>	<u>\$ 5,256</u>

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

	<u>2020-2021</u>	<u>2021-2022</u>	<u>2022-2023</u>	<u>2023-2024</u>	<u>Total</u>
Principal					
Bus	\$ 24,670	\$ 25,375	\$ -	\$ -	\$ 50,045
Copier	2,163	2,164	-	-	4,327
2 Printers & Copier	7,547	7,547	7,546	3,773	26,413
Total Principal	<u>34,380</u>	<u>35,086</u>	<u>7,546</u>	<u>3,773</u>	<u>80,785</u>
Interest					
Bus	1,431	726	-	-	2,157
Total Interest	<u>1,431</u>	<u>726</u>	<u>-</u>	<u>-</u>	<u>2,157</u>
Total Principal and Interest	<u>\$ 35,811</u>	<u>\$ 35,812</u>	<u>\$ 7,546</u>	<u>\$ 3,773</u>	<u>82,942</u>

NOTE L – SUBSEQUENT EVENTS

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, KANSAS**

**REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION**

For the Year Ended June 30, 2020

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

	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	\$ 2,507,468	\$ (68,734)	\$ 2,780	\$ 2,441,514	\$ 2,441,514	\$ -
Local Option	762,640	(6,492)	-	756,148	756,146	(2)
Special Purpose Funds:						
Capital Outlay	622,500	-	-	622,500	526,442	(96,058)
Food Service	324,911	-	-	324,911	207,736	(117,175)
Professional Development	6,500	-	-	6,500	2,705	(3,795)
Special Education	508,500	-	-	508,500	434,669	(73,831)
Vocational Education	155,347	-	-	155,347	130,573	(24,774)
Recreation Commission	32,549	-	-	32,549	32,548	(1)
At-Risk (K-12)	122,023	-	-	122,023	118,999	(3,024)
KPERs	306,323	-	-	306,323	264,570	(41,753)
Bond and Interest Funds:						
Bond and Interest	436,142	-	-	436,142	436,141	(1)
Total Budgeted Funds	5,784,903	(75,226)	2,780	5,712,457	5,352,043	(360,414)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

GENERAL FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Equalization Aid	\$ 1,978,118	\$ 2,159,153	\$ 2,142,305	\$ 16,848
Mineral Production Tax	14,675	6,638	30,000	(23,362)
Special Education Aid	255,491	272,943	310,081	(37,138)
Other State Revenue	892	2,780	-	2,780
Total Receipts	2,249,176	2,441,514	\$ 2,482,386	\$ (40,872)
Expenditures Subject to Legal Max Budget				
Instruction				
Certified Salaries	856,186	869,834	930,362	(60,528)
Early Retirement	6,106	6,757	-	6,757
Non-Certified Salaries	65,505	89,583	72,921	16,662
Employee Insurance	207,265	215,424	187,785	27,639
Social Security	67,295	69,871	69,295	576
Other Employee Benefit	5,073	6,613	5,252	1,361
Purchased Professional/Technical Services	2,666	2,813	3,000	(187)
Tuition	18,125	43,772	29,221	14,551
General Supplies (Teaching)	14,036	22,658	28,000	(5,342)
Textbooks	44,540	22,759	50,000	(27,241)
Miscellaneous Supplies	15,781	25,788	36,000	(10,212)
Property	-	21,001	-	21,001
Other	13,550	4,197	5,400	(1,203)
Total Instruction	1,316,128	1,401,070	1,417,236	(16,166)
Student Support Services				
Certified Salaries	53,444	95,617	79,021	16,596
Non-Certified Salaries	38,500	40,500	40,300	200
Employee Insurance	30,326	27,364	36,584	(9,220)
Social Security	9,363	9,182	9,763	(581)
Other Employee Benefit	462	458	502	(44)
Purchased Professional/Technical Services	4,287	1,656	900	756
Supplies	423	490	500	(10)
Other Purchased Services	-	-	3,400	(3,400)
Property	-	574	-	574
Total Student Support Services	136,805	175,841	170,970	4,871

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

GENERAL FUND - CONTINUED

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Instruction Support Staff				
Certified Salaries	7,014	7,292	7,264	28
Social Security	413	435	452	(17)
Other Employee Benefit	5	5	6	(1)
Books/Periodicals	2,029	2,409	2,000	409
Audiovisual/Instructional Software	9,157	6,482	9,000	(2,518)
Miscellaneous Supplies	9	-	-	-
Total Instruction Support Staff	18,627	16,623	18,722	(2,099)
General Administration				
Certified Salaries	57,878	48,073	49,645	(1,572)
Non-Certified Salaries	18,090	18,958	18,590	368
Employee Insurance	20,358	20,287	20,209	78
Social Security	5,679	5,025	5,179	(154)
Other Employee Benefit	436	472	236	236
Purchased Professional/Technical Services	10,775	12,143	10,000	2,143
Insurance	30,611	35,774	35,000	774
Communications	2,828	1,125	3,000	(1,875)
Other Purchased Services	3,299	3,894	3,300	594
Supplies	863	1,026	900	126
Other	9,226	7,554	10,000	(2,446)
Total General Administration	160,043	154,331	156,059	(1,728)
School Administration				
Certified Salaries	122,878	115,573	114,750	823
Non-Certified Salaries	54,682	58,477	57,058	1,419
Employee Insurance	31,254	38,380	38,156	224
Social Security	9,507	12,420	9,277	3,143
Other Employee Benefit	891	1,058	867	191
Communications	6,050	6,528	6,100	428
Other Purchased Services	4,356	2,539	4,400	(1,861)
Supplies	643	460	700	(240)
Other	324	100	325	(225)
Total School Administration	230,585	235,535	231,633	3,902

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

GENERAL FUND - CONTINUED

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Central Services				
Non-Certified Salaries	12,725	14,918	13,808	1,110
Insurance	-	-	887	(887)
Social Security	884	1,061	10	1,051
Other	11	13	-	13
Total Central Services	13,620	15,992	14,705	1,287
Student Transportation Services				
Mileage in Lieu of Transportation	-	-	31,000	(31,000)
Total Student Transportation Services	-	-	31,000	(31,000)
After School				
Non-Certified Salaries	12,542	12,950	-	12,950
Social Security	818	851	-	851
Unemployment Compensation	10	11	-	11
Other	(10,065)	(7,098)	-	(7,098)
Total After School	3,305	6,714	-	6,714
Preschool				
Certified Salaries	18,350	-	-	-
Social Security	1,379	-	-	-
Other Employee Benefit	17	763	-	763
Other	(12,365)	(9,125)	-	(9,125)
Total Preschool	7,381	(8,362)	-	(8,362)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

GENERAL FUND - CONTINUED

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Transfers				
At-Risk (K-12)	55,873	82,704	71,265	11,439
Capital Outlay	-	14,600	-	14,600
Contingency Reserve	-	6,071	-	6,071
Food Service	43,419	50,587	49,297	1,290
Professional Development	5,078	2,705	6,500	(3,795)
Special Education	257,420	287,027	310,081	(23,054)
Vocational Education	892	76	30,000	(29,924)
Total Transfers	362,682	443,770	467,143	(55,483)
Total Expenditures				
Subject to Legal Max Budget	2,249,176	2,441,514	2,507,468	(65,954)
Adjustments for Qualifying Budget Credits	-	-	2,780	(2,780)
Adjustment to Comply with Legal Max	-	-	(68,734)	(68,734)
Legal General Fund Budget	2,249,176	2,441,514	\$ 2,441,514	\$ -
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, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

LOCAL OPTION FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ 581,434	\$ 550,203	\$ 562,045	\$ (11,842)
Delinquent Tax	13,160	5,321	8,763	(3,442)
Motor Vehicle Tax	43,660	47,374	31,572	15,802
Recreational Vehicle Tax	1,246	1,307	938	369
16/20M Vehicle Tax	2,148	2,379	4,366	(1,987)
Supplemental State Aid	128,215	151,305	152,604	(1,299)
Total Receipts	769,863	757,889	\$ 760,288	\$ (2,399)
Expenditures				
Instruction				
Other Purchased Services - Tuition	5,803	4,954	6,000	(1,046)
Total Instruction	5,803	4,954	6,000	(1,046)
Operation and Maintenance				
Non-Certified Salaries	150,802	156,338	156,834	(496)
Insurance	39,290	40,565	42,643	(2,078)
Social Security	10,888	11,326	10,980	346
Other Employee Benefit	4,864	4,919	4,902	17
Water/Sewer	13,830	7,988	15,000	(7,012)
Snow Plowing	1,560	333	-	333
Heating	30,539	24,630	33,000	(8,370)
Cleaning	2,279	2,191	4,000	(1,809)
Computer Services	2,673	10,999	-	10,999
Repairs	4,042	4,645	6,000	(1,355)
Rental Services	2,171	1,667	3,000	(1,333)
Insurance	-	472	-	472
Other Purchased Services	2,517	3,273	2,600	673
Supplies	22,459	24,161	23,000	1,161
Electricity	49,977	54,347	51,000	3,347
Motor Fuel	1,111	842	1,500	(658)
Property, Equip, Furnishings	385	427	1,000	(573)
Total Operation and Maintenance	339,387	349,123	355,459	(6,336)

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

LOCAL OPTION FUND - CONTINUED

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Expenditures - Continued				
Vehicle Operating Services and Maintenance				
Non-Certified Salaries	11,590	11,543	12,170	(627)
Social Security	861	864	872	(8)
Other Employee Benefit	390	341	402	(61)
Mileage in Lieu of Transportation	57,689	39,130	45,519	(6,389)
Insurance	4,256	4,460	5,500	(1,040)
Motor Fuel	11,370	7,408	13,000	(5,592)
Other	6,938	11,518	6,000	5,518
Other Purchased Services	-	99	1,000	(901)
Supplies	430	277	1,000	(723)
Total Vehicle Operating Services	93,524	75,640	85,463	(9,823)
Operating Transfers				
At Risk (K-12)	26,594	36,295	31,650	4,645
Special Education	151,855	160,491	159,575	916
Vocational Education	125,684	129,643	124,493	5,150
Total Operating Transfers	304,133	326,429	315,718	10,711
Total Expenditures				
Subject to Legal Max Budget	742,847	756,146	762,640	(6,494)
Adjustment to Comply with Legal Max	-	-	(6,492)	(6,492)
Legal Local Option Fund Budget	742,847	756,146	\$ 756,148	\$ (2)
Receipts Over (Under) Expenditures	27,016	1,743		
Unencumbered Cash, Beginning	36,550	63,566		
Unencumbered Cash, Ending	\$ 63,566	\$ 65,309		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

CAPITAL OUTLAY FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
General Property Taxes				
Ad Valorem Property Taxes	\$ 235,853	\$ 254,524	\$ 266,129	\$ (11,605)
Delinquent Tax	5,513	2,180	5,349	(3,169)
Motor Vehicle Tax	19,796	18,793	18,744	49
Recreational Vehicle Tax	568	517	558	(41)
16/20M Vehicle Tax	1,044	938	2,592	(1,654)
Other				
State Aid	-	5,140	5,208	(68)
Interest	5,993	2,152	-	2,152
Other	28,004	3,715	-	3,715
Transfer from General	-	14,600	-	14,600
Total Receipts	<u>296,771</u>	<u>302,559</u>	<u>\$ 298,580</u>	<u>\$ 3,979</u>
Expenditures				
Instruction	50,056	54,521	75,000	(20,479)
Student Support Services	-	-	4,000	(4,000)
Instructional Support Staff	31,614	20,807	35,000	(14,193)
General Administration	-	-	6,000	(6,000)
School Administration	10,145	(74)	10,000	(10,074)
Operations & Maintenance	23,071	9,305	50,000	(40,695)
Equipment & Busses	77,504	26,101	80,000	(53,899)
Other Support Services	-	-	2,500	(2,500)
Site Improvement Services	1,132	415,782	360,000	55,782
Total Expenditures	<u>193,522</u>	<u>526,442</u>	<u>\$ 622,500</u>	<u>\$ (96,058)</u>
Receipts Over (Under) Expenditures	103,249	(223,883)		
Unencumbered Cash, Beginning	<u>329,532</u>	<u>432,781</u>		
Unencumbered Cash, Ending	<u>\$ 432,781</u>	<u>\$ 208,898</u>		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

FOOD SERVICE FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental Receipts				
State Equalization Aid	\$ 2,046	\$ 2,131	\$ 2,045	\$ 86
Federal Aid	59,124	74,465	81,225	(6,760)
Other Receipts				
Lunch/Breakfast - Students	100,953	80,534	122,025	(41,491)
Lunch Sales - Adults	5,129	3,493	6,660	(3,167)
Miscellaneous Receipts	-	2,110	-	2,110
Transfer from General	43,419	50,587	49,297	1,290
Transfer from Local Option	-	-	-	-
Total Receipts	<u>210,671</u>	<u>213,320</u>	<u>\$ 261,252</u>	<u>\$ (47,932)</u>
Expenditures				
Salaries	66,495	66,178	69,951	(3,773)
Employee Insurance	20,419	20,341	21,088	(747)
Social Security	4,618	4,599	4,720	(121)
Other Employee Benefit	1,287	1,501	1,336	165
Other Purchased Services	2,739	2,760	2,500	260
Food and Milk	109,397	100,074	169,797	(69,723)
Miscellaneous Supplies	6,412	6,689	9,000	(2,311)
Property (Equipment & Furnishings)	-	4,763	8,500	(3,737)
Other	830	831	38,019	(37,188)
Total Expenditures	<u>212,197</u>	<u>207,736</u>	<u>\$ 324,911</u>	<u>\$ (117,175)</u>
Receipts Over (Under) Expenditures	(1,526)	5,584		
Unencumbered Cash, Beginning	<u>65,186</u>	<u>63,660</u>		
Unencumbered Cash, Ending	<u>\$ 63,660</u>	<u>\$ 69,244</u>		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

PROFESSIONAL DEVELOPMENT FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer From General	\$ 5,078	\$ 2,705	\$ 6,500	\$ (3,795)
Total Receipts	<u>5,078</u>	<u>2,705</u>	<u>\$ 6,500</u>	<u>\$ (3,795)</u>
Expenditures				
Support Services				
Purchased Professional/Technical Services	<u>5,078</u>	<u>2,705</u>	<u>6,500</u>	<u>(3,795)</u>
Total Expenditures	<u>5,078</u>	<u>2,705</u>	<u>\$ 6,500</u>	<u>\$ (3,795)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
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, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

SPECIAL EDUCATION FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Other Receipts	\$ 2,036	\$ 1,370	\$ -	\$ 1,370
Transfer From General	257,420	287,027	310,081	(23,054)
Transfer From Local Option	151,855	160,491	159,575	916
Total Receipts	411,311	448,888	\$ 469,656	\$ (20,768)
Expenditures				
Instruction	-	-	54,300	(54,300)
Payment to Special Ed. Co-op	399,363	424,147	442,928	(18,781)
Total Instruction	399,363	424,147	497,228	(73,081)
Vehicle Operating Service				
Salaries	5,952	7,025	7,379	(354)
Social Security	435	560	487	73
Other Employee Benefit	5	7	6	1
Insurance	638	635	700	(65)
Motor Fuel	1,398	1,690	2,500	(810)
Other	193	605	200	405
Total Vehicle Operating Service	8,621	10,522	11,272	(750)
Total Expenditures	407,984	434,669	\$ 508,500	\$ (73,831)
Receipts Over (Under) Expenditures	3,327	14,219		
Unencumbered Cash, Beginning	151,136	154,463		
Unencumbered Cash, Ending	\$ 154,463	\$ 168,682		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

VOCATIONAL EDUCATION FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer From General	\$ 892	\$ 76	\$ 30,000	\$ (29,924)
Transfer From Local Option	125,684	129,643	124,493	5,150
Total Receipts	126,576	129,719	\$ 154,493	\$ (24,774)
Expenditures				
Instruction				
Certified Salaries	96,823	100,648	122,200	(21,552)
Employee Insurance	16,451	17,065	18,941	(1,876)
Social Security	7,036	7,460	8,700	(1,240)
Other Employee Benefit	86	92	106	(14)
Purchased Professional/Technical Services	-	4,800	4,800	-
Other	4,838	76	-	76
General Supplies	488	432	600	(168)
Total Expenditures	125,722	130,573	\$ 155,347	\$ (24,774)
Receipts Over (Under) Expenditures	854	(854)		
Unencumbered Cash, Beginning	-	854		
Unencumbered Cash, Ending	\$ 854	\$ -		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

RECREATION COMMISSION FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ 29,512	\$ 31,815	\$ 7	\$ 31,808
Delinquent Tax	690	272	717	(445)
Motor Vehicle Tax	2,475	2,349	2,148	201
Recreational Vehicle Tax	70	65	66	(1)
16/20M Vehicle Tax	130	117	281	(164)
Total Receipts	<u>32,877</u>	<u>34,618</u>	<u>\$ 3,219</u>	<u>\$ 31,399</u>
Expenditures				
Recreation Commission Appropriation	<u>30,394</u>	<u>32,548</u>	<u>32,549</u>	<u>(1)</u>
Total Expenditures	<u>30,394</u>	<u>32,548</u>	<u>\$ 32,549</u>	<u>\$ (1)</u>
Receipts Over (Under) Expenditures	2,483	2,070		
Unencumbered Cash, Beginning	<u>504</u>	<u>2,987</u>		
Unencumbered Cash, Ending	<u>\$ 2,987</u>	<u>\$ 5,057</u>		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

AT RISK FUND (K-12)

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfer From General	\$ 55,873	\$ 82,704	\$ 71,265	\$ 11,439
Transfer From Local Option	26,594.00	36,295	31,650	31,650
Total Receipts	82,467	118,999	\$ 102,915	\$ 43,089
Expenditures				
Certified Salaries	38,679	68,042	63,153	4,889
Non-Certified Salaries	27,844	24,809	23,616	1,193
Insurance	11,918	19,394	17,435	1,959
Social Security	3,977	6,648	3,900	2,748
Other Employee Benefit	49	81	48	33
General Teaching	-	25	13,871	(13,846)
Total Expenditures	82,467	118,999	\$ 122,023	\$ (3,024)
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, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

ESSER (ELEMENTARY AND SECONDARY SCHOOL EMERGENCY RELIEF FUND)

	<u>2019</u>	<u>2020</u>
Receipts		
State Aid	\$ -	\$ 1,493
	<u>-</u>	<u>1,493</u>
Total Receipts	<u>-</u>	<u>1,493</u>
Expenditures		
Other Purchased Services	-	277
Audiovisual & Instruction Software	-	1,052
General Supplies & Materials	-	164
	<u>-</u>	<u>1,493</u>
Total Expenditures	<u>-</u>	<u>1,493</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, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

KPERs FUND

	2019 Actual	2020		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 174,525	\$ 264,570	\$ 306,323	\$ (41,753)
Total Receipts	<u>174,525</u>	<u>264,570</u>	<u>\$ 306,323</u>	<u>\$ (41,753)</u>
Expenditures				
Employee Benefits	<u>174,525</u>	<u>264,570</u>	<u>306,323</u>	<u>(41,753)</u>
Total Expenditures	<u>174,525</u>	<u>264,570</u>	<u>\$ 306,323</u>	<u>\$ (41,753)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

GIFT FUND

	<u>2019</u>	<u>2020</u>
Receipts		
Receipts From Local Sources	\$ 91,861	\$ 18,983
	<u>91,861</u>	<u>18,983</u>
Total Receipts		
Expenditures		
Supplies	3,323	-
Property	6,396	10,093
Other Purchased Services	-	41
Building Improvements-Outside Contractors	73,722	5,621
	<u>83,441</u>	<u>15,755</u>
Total Expenditures		
Receipts Over (Under) Expenditures	8,420	3,228
Unencumbered Cash, Beginning	<u>13,857</u>	<u>22,277</u>
Unencumbered Cash, Ending	<u>\$ 22,277</u>	<u>\$ 25,505</u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

TITLE I & TITLE II FUNDS

	<u>2019</u>	<u>2020</u>
Receipts		
Federal Aid	\$ 24,405	\$ 24,001
Total Receipts	<u>24,405</u>	<u>24,001</u>
Expenditures		
Instruction		
Certified Salaries	21,129	17,800
Non-Certified Salaries	-	930
Employee Insurance	1,249	2,271
Social Security	1,596	1,323
Other Employee Benefit	61	17
Purchased Professional/Technical Services	370	-
Supplies	<u>-</u>	<u>1,660</u>
Total Instruction	<u>24,405</u>	<u>24,001</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, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

RURAL SCHOOL ACHIEVEMENT PROGRAM FUND (REAP)

	<u>2019</u>	<u>2020</u>
Receipts		
Education Grant	\$ 25,737	\$ 34,905
	<u>25,737</u>	<u>34,905</u>
Total Receipts	<u>25,737</u>	<u>34,905</u>
Expenditures		
Instruction Support Staff		
Certified Salaries	1,500	6,000
Non-Certified Salaries	1,500	1,500
Social Security	-	519
Employee Benefits	-	6
Purchased Professional/Technical Services	-	1,010
Audiovisual & Instructional Software	22,737	24,245
Other	-	1,625
	<u>25,737</u>	<u>34,905</u>
Total Expenditures	<u>25,737</u>	<u>34,905</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

TITLE IV FUND

	<u>2019</u>	<u>2020</u>
Receipts		
State Aid	\$ 10,792	\$ 10,700
	<u>10,792</u>	<u>10,700</u>
Total Receipts	<u>10,792</u>	<u>10,700</u>
Expenditures		
Certified Salaries	1,921	-
Non-Certified Salaries	2,050	6,350
Health Insurance	5,092	3,908
Social Security	249	438
Other Employee Benefits	2	4
Supplies	1,478	-
	<u>10,792</u>	<u>10,700</u>
Total Expenditures	<u>10,792</u>	<u>10,700</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis

For the Year Ended June 30, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

CONTINGENCY RESERVE FUND

	<u>2019</u>	<u>2020</u>
Receipts		
Tranfer from General	\$ -	\$ 6,071
	<u>-</u>	<u>6,071</u>
Total Receipts		
	<u>-</u>	<u>6,071</u>
Expenditures		
Expenditures	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
Total Expenditures		
	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	6,071
Unencumbered Cash, Beginning	<u>311,022</u>	<u>311,022</u>
Unencumbered Cash, Ending	<u><u>\$ 311,022</u></u>	<u><u>\$ 317,093</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, 2020

(With Comparative Actual Totals for the Prior Year Ended June 30, 2019)

BOND AND INTEREST FUND

	2019 Actual	2020		Variance Over Under
		Actual	Budget	
Receipts				
Ad Valorem Property Taxes	\$ 361,606	\$ 11,004	\$ 8,800	\$ 2,204
Delinquent Tax	8,199	3,100	8,207	(5,107)
Motor Vehicle Tax	30,871	28,232	28,091	141
16/20 Motor Vehicle	1,661	1,396	836	560
Recreational Vehicle Tax	888	775	3,885	(3,110)
State Aid	-	8,723	8,723	-
Total Receipts	403,225	53,230	\$ 58,542	\$ (5,312)
Expenditures				
Principal	423,000	433,000	436,142	(3,142)
Interest	9,347	3,141	-	3,141
Total Expenditures	432,347	436,141	\$ 436,142	\$ (1)
Receipts Over (Under) Expenditures	(29,122)	(382,911)		
Unencumbered Cash, Beginning	506,724	477,602		
Unencumbered Cash, Ending	\$ 477,602	\$ 94,691		

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended June 30, 2020

STUDENT ORGANIZATION FUNDS (AGENCY FUNDS)

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Cross Country	\$ 15	\$ 222	\$ 208	\$ 29
DVD	730	295	749	276
FCCLA Club	7,526	11,057	9,035	9,548
FFA	10,727	8,135	8,472	10,390
High School Boys Basketball	3,364	1,211	2,885	1,690
High School Football	-	1,170	784	386
High School Girls Basketball	2,168	2,046	1,519	2,695
High School Volleyball	7	2,358	2,326	39
Interest & Projects	3,376	3,092	4,693	1,775
Jump Start	2,618	4,500	6,771	347
Middle School Activities	634	825	552	907
Middle School Boys Basketball	255	980	714	521
Middle School Football	-	1,165	1,013	152
Middle School Girls Basketball	47	661	619	89
Middle School Volleyball	225	270	330	165
National Honor Society	-	1,499	1,196	303
Pep Club (Cheer)	624	1,051	1,305	370
SADD	1,347	270	21	1,596
Skills USA	260	150	177	233
Student Council	2,501	22,436	15,307	9,630
Tennis	291	806	205	892
Track	356	213	291	278
Weight Lifting	1,310	1,030	828	1,512
Yearbook	13,727	18,488	27,236	4,979
V-Club	4,442	5,523	3,251	6,714
Total Student Organization Funds	\$ 56,550	\$ 89,453	\$ 90,487	\$ 55,516

UNIFIED SCHOOL DISTRICT NO. 432, VICTORIA, KANSAS

**Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2020**

DISTRICT ACIVITY FUNDS

Fund	Beginning Cash Balance	Receipts	Expenditures	Ending Cash
Athletics	\$ 8,888	\$ 36,225	\$ 32,256	\$ 12,857
School Projects	<u>6,665</u>	<u>6,383</u>	<u>9,977</u>	<u>3,071</u>
Total District Acitivity Funds	<u>\$ 15,553</u>	<u>\$ 42,608</u>	<u>\$ 42,233</u>	<u>\$ 15,928</u>