

UNIFIED SCHOOL DISTRICT NO. 292
Grainfield, Kansas

Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report

For the Year Ended June 30, 2021

MAPES & MILLER LLP
Certified Public Accountants
Quinter, Kansas

UNIFIED SCHOOL DISTRICT NO. 292
Grainfield, Kansas

Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report

For the Year Ended June 30, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 292
Grainfield, Kansas 67737

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 292, Grainfield, Kansas, as of and for the year ended June 30, 2021, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 292, Grainfield, Kansas, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 292, Grainfield, Kansas, as of June 30, 2021, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 292, Grainfield, Kansas, as of June 30, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of receipts and disbursements-agency funds, and schedule of 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 1.

Mapes & Miller LLP

Certified Public Accountants
Quinter, Kansas

January 4, 2022

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Summary Statement of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Year Ended June 30, 2021

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General Fund	\$ 53	0	1,547,308	1,547,361	0	15,823	15,823
Supplemental General Fund	1,504	91	581,905	553,097	30,403	17,507	47,910
Special Purpose Funds:							
At Risk Fund (K-12)	338	0	122,449	119,923	2,864	7,947	10,811
Capital Outlay Fund	190,876	16,018	220,681	187,517	240,058	12,278	252,336
Driver Training Fund	6,621	0	3,247	4,807	5,061	1,025	6,086
Food Service Fund	17,957	0	98,387	92,100	24,244	0	24,244
Professional Development Fund	6,027	0	4,753	3,487	7,293	0	7,293
Special Education Fund	101,212	0	229,035	223,907	106,340	1,911	108,251
Career and Postsecondary Education Fund	23,944	370	90,784	63,435	51,663	0	51,663
Gifts and Grants Fund	2,399	0	10,367	9,258	3,508	5,357	8,865
KPERS Special Retirement Contribution Fund	0	0	175,174	175,174	0	0	0
Contingency Reserve Fund	115,195	0	0	10,422	104,773	10,422	115,195
Textbook & Student Material Revolving Fund	7,879	0	7,677	11,402	4,154	1,002	5,156
Federal Funds	(20,077)	0	123,076	156,477	(53,478)	29,135	(24,343)
District Activity Funds (Schedule 4)	12,512	0	34,050	33,700	12,862	0	12,862
Trust Funds:							
Scholarship Fund	6,957	0	824	2,300	5,481	0	5,481
Total Reporting Entity (excluding Agency Funds)	\$ 473,397	16,479	3,249,717	3,194,367	545,226	102,407	647,633

Composition of Cash:

The Bank, Grainfield, KS

Checking Accounts \$ 637,771

NOW Account 41,121

Certificates of Deposit 5,242

Cash on hand 50

Total Cash 684,184

Agency Funds per Schedule 3 (36,551)

Total Reporting Entity (excluding Agency Funds) \$ 647,633

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

UNIFIED SCHOOL DISTRICT NO. 292
Grainfield, Kansas
Notes to the Financial Statement
June 30, 2021

1. Summary of Significant Accounting Policies

(a) Municipal Financial Reporting Entity

Unified School District No. 292, Grainfield, Kansas, operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation. This regulatory financial statement presents only Unified School District No. 292, Grainfield, Kansas.

(b) Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2021:

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.

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 District in a purely custodial capacity.

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

(d) Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for the General Fund and At Risk Fund (K-12) for the year ended June 30, 2021.

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, Schedule 2 as listed in the table of contents, for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

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

Contingency Reserve Fund

Textbook & Student Material Revolving Fund

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

(e) Reimbursements

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

2. Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on the 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 the 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, 2021.

At June 30, 2021, the District's carrying amount of deposits was \$684,184 and the bank balance was \$623,697. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$373,697 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The District had no investments at June 30, 2021.

3. Defined Benefit Pension Plan

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 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 increase 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 16.15% and 14.41% respectively, for fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% and 14.23% respectively, for fiscal year ended June 30, 2021.

Senate Substitute for House Bill 2052 authorized the delay of \$64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of \$6.4 million per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of \$194 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 \$175,174 for the year ended June 30, 2021.

Net Pension Liability

At June 30, 2021, the District's proportionate share of the collective net pension liability reported by KPERS was \$1,843,550. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the 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 www.kpers.org or can be obtained as described above.

4. Other Long-Term Obligations from Operations**(a) Compensated Absences**

Certified full-time employees earn twelve days of leave during the term of the contract. Any unused leave days shall be added to the individual's accumulated sick leave up to a maximum of sixty days. The District buys back unused sick leave of retiring teachers, who have taught ten years or more in the District, at a rate based on years of service.

Non-certified twelve-month employees earn twelve days of leave per year. Any unused leave days shall be added to the individual's accumulated sick leave up to a maximum of sixty days. The District buys back unused sick leave for classified employees who retire with twenty or more years of consecutive employment at a rate of \$10 per day for a maximum of \$600.

(b) Death and Disability Other Post-Employment Benefits

As provided by K.S.A 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2021.

(c) 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 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.

5. Risk Management

Unified School District No. 292, Grainfield, Kansas, 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 for which the District purchased commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

6. In-Substance Receipt in Transit

The District received \$94,398 subsequent to June 30, 2021, and as required by K.S.A. 72-5135(d) the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2021.

7. Stewardship, Compliance and Accountability**(a) Cash Violation**

K.S.A. 10-1113 requires each fund to comply with the cash-basis laws of the State of Kansas. That is, no commitments or indebtedness should be incurred unless there is available cash in the fund. The Federal Grants Fund incurred indebtedness in excess of the available cash balance by \$53,478. However, K.S.A. 12-1664 allows a deficit unencumbered cash balance for federal aid funds. The deficit will be eliminated when the Federal Funds are received in the subsequent year.

(b) Funds Disbursed by Law

K.S.A. 12-105a requires all claims against the District to be presented in writing and approved by the board unless the claims meet one of the exemptions listed in K.S.A. 12-105b. Payments to Midwest Energy and Commerce Bank were made prior to board approval. The board did not authorize an officer or employee under K.S.A. 12-105b(e) to pay any claims prior to board approval. This is a violation of this statute.

(c) Contractor Surety Bond

K.S.A. 60-1111 requires the District to take a surety bond from the contractor when any contract is signed exceeding \$100,000 for making repairs on any public buildings. The District did not obtain the appropriate surety bond from Community Building Solutions for the facility improvement project.

8. Related Party Transaction

On April 7, 2021, the District purchased an enclosed trailer for \$5,300 from Better Built Trailer, LLC. Better Built Trailer, LLC is partially owned by board member, Rhonda Habiger-Bainter.

9. Subsequent Event

On December 13, 2021, the "Form of Acceptance Certificate" for the equipment lease dated December 21, 2020, with Farmers and Merchants Bank was signed, and a permanent payment schedule for the equipment lease was finalized. The annual lease payment was reduced from \$71,782 to \$70,442.

10. CRF and CARES Act Funding

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local government in the amount of \$400 million. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which include audit requirements, can be found at <https://covid.ks.gov/>. In fiscal year 2021, the District received a total of \$81,000 CRF from Gove County.

11. Interfund Transfers

The District's operating transfers for the year ended June 30, 2021, were as follows:

<u>To</u>	<u>From</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General Fund	At Risk Fund (K-12)	\$ 89,282	K.S.A. 72-5167
General Fund	Driver Training Fund	375	K.S.A. 72-5167
General Fund	Food Service Fund	18,600	K.S.A. 72-5167
General Fund	Professional Development Fund	4,200	K.S.A. 72-5167
General Fund	Special Education Fund	164,414	K.S.A. 72-5167
General Fund	Career and Postsecondary Education Fund	29,800	K.S.A. 72-5167
General Fund	Textbook & Student Material Revolving Fund	3,000	K.S.A. 72-5167
Supplemental General Fund	At Risk Fund (K-12)	33,167	K.S.A. 72-5143
Supplemental General Fund	Food Service Fund	914	K.S.A. 72-5143
Supplemental General Fund	Special Education Fund	53,675	K.S.A. 72-5143
Supplemental General Fund	Career and Postsecondary Education Fund	50,278	K.S.A. 72-5143

12. 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 District'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 District 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. Based on current conditions, Management is unable to reasonably determine the future potential impacts that the COVID-19 outbreak may have on financial conditions and operations.

13. Long-term Debt

Changes in long-term liabilities for the District for the year ended June 30, 2021, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Capital Leases Payable									
Facility Improvement Project	2.85%	12/21/2020	\$ 859,677	4/1/2036	\$ -	859,677	-	859,677	-
Total Contractual Indebtedness					\$ -	859,677	-	859,677	-

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

	Year Ended June 30,							
	2022	2023	2024	2025	2026	2027-2031	2032-2036	Total
PRINCIPAL								
Capital Leases Payable	\$ 40,475	48,434	49,815	51,234	52,694	286,874	330,151	859,677
INTEREST								
Capital Leases Payable	31,307	23,347	21,967	20,547	19,087	72,034	28,756	217,045
TOTAL PRINCIPAL AND INTEREST	\$ 71,782	71,781	71,782	71,781	71,781	358,908	358,907	1,076,722

Regulatory-Required
Supplementary Information

UNIFIED SCHOOL DISTRICT NO. 292
Grainfield, Kansas
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021

SCHEDULE 1

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds						
General Fund	\$ 1,475,787	(22,388)	93,962	1,547,361	1,547,361	0
Supplemental General Fund	456,541	0	97,516	554,057	553,097	(960)
Special Revenue Funds						
At Risk Fund (K-12)	122,449	0	0	122,449	119,923	(2,526)
Capital Outlay Fund	380,599	0	0	380,599	187,517	(193,082)
Driver Training Fund	9,746	0	0	9,746	4,807	(4,939)
Food Service Fund	135,173	0	0	135,173	92,100	(43,073)
Professional Development Fund	8,907	0	0	8,907	3,487	(5,420)
Special Education Fund	301,270	0	0	301,270	223,907	(77,363)
Career and Postsecondary Education Fund	70,349	0	0	70,349	63,435	(6,914)
Gifts and Grants Fund	38,399	0	0	38,399	2,253	*
KPERs Special Retirement Contribution Fund	198,950	0	0	198,950	175,174	(23,776)
Federal Funds	87,249	0	0	87,249	156,477	**

* Exempt from budget law per K.S.A. 72-8210

** Exempt from budget law per K.S.A. 12-1663

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

General Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

Page 1

	Actual	Budget	Variance Over (Under)
General Fund			
Receipts			
Mineral Tax	\$ 3,617	8,096	(4,479)
State Aid	1,325,814	1,322,580	3,234
Special Education Aid	123,915	145,058	(21,143)
User Charges (Reimbursement)	93,346	0	93,346
Reimbursements	616	0	616
Total Receipts	1,547,308	1,475,734	71,574
Expenditures			
Instruction	838,792	810,048	28,744
Student Support Services	268	5,989	(5,721)
Instruction Support Staff	127	0	127
General Administration	169,330	140,708	28,622
School Administration	125,808	123,099	2,709
Central Services	1,156	1,610	(454)
Operations & Maintenance	47,247	90,644	(43,397)
Vehicle Operating Services	54,918	57,746	(2,828)
Vehicle Services & Maintenance Services	44	0	44
Transfer to At Risk Fund (K-12)	89,282	89,282	0
Transfer to Driver Training Fund	375	0	375
Transfer to Food Service Fund	18,600	2,600	16,000
Transfer to Professional Development Fund	4,200	2,000	2,200
Transfer to Special Education Fund	164,414	145,058	19,356
Transfer to Career and Postsecondary Education Fund	29,800	7,003	22,797
Transfer to Textbook & Student Material Revolving Fund	3,000	0	3,000
Adjustment to Comply with Legal Max	0	(22,388)	22,388
Legal General Fund Budget	1,547,361	1,453,399	93,962
Adjustment for Qualifying Budget Credits			
User Charges (Reimbursement)	0	93,346	(93,346)
Reimbursements	0	616	(616)
Total Expenditures	1,547,361	1,547,361	0
Receipts Over (Under) Expenditures	(53)		
Unencumbered Cash, Beginning	53		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

General Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
Supplemental General Fund			
Receipts			
Ad Valorem Property Tax			
Tax in Process	\$ 7,357	6,885	472
Current Tax	446,689	420,641	26,048
Delinquent Tax	3,900	4,702	(802)
Motor Vehicle Tax (Includes 16/20M Tax)	24,182	20,750	3,432
Recreational Vehicle Tax	505	336	169
Commercial Vehicle Tax	1,756	1,570	186
Reimbursements	97,516	0	97,516
Total Receipts	581,905	454,884	127,021
Expenditures			
Instruction	249,636	202,109	47,527
Student Support Services	0	7,250	(7,250)
Instruction Support Staff	696	16,000	(15,304)
General Administration	55,964	30,000	25,964
School Administration	334	0	334
Operation & Maintenance	68,626	60,000	8,626
Vehicle Operating Services	27,227	12,500	14,727
Vehicle Services & Maintenance Services	12,580	0	12,580
Transfer to At Risk Fund (K-12)	33,167	31,182	1,985
Transfer to Driver Training Fund	0	2,000	(2,000)
Transfer to Food Service Fund	914	15,500	(14,586)
Transfer to Special Education Fund	53,675	50,000	3,675
Transfer to Career and Postsecondary Education Fund	50,278	30,000	20,278
Legal Supplemental General Fund Budget	553,097	456,541	96,556
Adjustment for Qualifying Budget Credits			
Reimbursements	0	97,516	(97,516)
Total Expenditures	553,097	554,057	(960)
Receipts Over (Under) Expenditures	28,808		
Unencumbered Cash, Beginning	1,504		
Prior Year Cancelled Encumbrances	91		
Unencumbered Cash, Ending	\$ 30,403		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
At Risk Fund (K-12)			
Receipts			
Transfer from General Fund	\$ 89,282	89,282	0
Transfer from Supplemental General Fund	33,167	33,167	0
Total Receipts	122,449	122,449	0
Expenditures			
Instruction	118,550	122,449	(3,899)
Student Transportation Services	1,373	0	1,373
Total Expenditures	119,923	122,449	(2,526)
Receipts Over (Under) Expenditures	2,526		
Unencumbered Cash, Beginning	338		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 2,864		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
Capital Outlay Fund			
Receipts			
Ad Valorem Property Tax			
Tax in Process	\$ 3,937	3,283	654
Current Tax	186,671	180,189	6,482
Delinquent Tax	2,014	2,513	(499)
Motor Vehicle Tax (Includes 16/20M Tax)	12,001	10,354	1,647
Recreational Vehicle Tax	253	168	85
Commercial Vehicle Tax	911	784	127
Other Revenue From Local Source	14,894	0	14,894
Total Receipts	220,681	197,291	23,390
Expenditures			
Instruction	45,475	64,999	(19,524)
School Administration	11,235	22,500	(11,265)
Operations & Maintenance	101,067	95,600	5,467
Transportation	26,190	32,500	(6,310)
Vehicle Services & Maintenance Services	1,022	0	1,022
Architectural & Engineering Services	0	25,000	(25,000)
Land Improvement	2,288	0	2,288
Building Improvements	240	140,000	(139,760)
Total Expenditures	187,517	380,599	(193,082)
Receipts Over (Under) Expenditures	33,164		
Unencumbered Cash, Beginning	190,876		
Prior Year Cancelled Encumbrances	16,018		
Unencumbered Cash, Ending	\$ 240,058		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
Driver Training Fund			
Receipts			
State Safety Aid	\$ 1,122	1,125	(3)
Transfer from General Fund	375	0	375
Transfer from Supplemental General Fund	0	2,000	(2,000)
Other Revenue From Local Source	1,750	0	1,750
Total Receipts	3,247	3,125	122
Expenditures			
Instruction	3,428	7,785	(4,357)
Student Support Services	0	461	(461)
Vehicle Operations & Maintenance Services	1,379	1,500	(121)
Total Expenditures	4,807	9,746	(4,939)
Receipts Over (Under) Expenditures	(1,560)		
Unencumbered Cash, Beginning	6,621		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 5,061		
Food Service Fund			
Receipts			
Federal Aid	\$ 68,376	67,056	1,320
State Aid	685	456	229
Food Program Receipts	9,812	22,391	(12,579)
Miscellaneous	0	10,000	(10,000)
Transfer from General Fund	18,600	2,600	16,000
Transfer from Supplemental General Fund	914	15,500	(14,586)
Total Receipts	98,387	118,003	(19,616)
Expenditures			
Food Service Operation	92,100	135,173	(43,073)
Receipts Over (Under) Expenditures	6,287		
Unencumbered Cash, Beginning	17,957		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 24,244		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
Professional Development Fund			
Receipts			
State Aid	\$ 553	1,005	(452)
Transfer from General Fund	4,200	2,000	2,200
Total Receipts	4,753	3,005	1,748
Expenditures			
Instruction Support Staff	3,487	8,907	(5,420)
Receipts Over (Under) Expenditures	1,266		
Unencumbered Cash, Beginning	6,027		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 7,293		
Special Education Fund			
Receipts			
Other Revenue From Local Source	\$ 8,234	5,000	3,234
Interest on Idle Funds	408	0	408
CARES Act	2,304	0	2,304
Transfer from General Fund	164,414	145,058	19,356
Transfer from Supplemental General Fund	53,675	50,000	3,675
Total Receipts	229,035	200,058	28,977
Expenditures			
Instruction	221,949	260,000	(38,051)
Student Support Services	0	21,000	(21,000)
Instructional Support Staff	0	20,270	(20,270)
Special Area Administration Services	1,958	0	1,958
Total Expenditures	223,907	301,270	(77,363)
Receipts Over (Under) Expenditures	5,128		
Unencumbered Cash, Beginning	101,212		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 106,340		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
Career and Postsecondary Education Fund			
Receipts			
Other Revenue From Local Source	\$ 10,706	10,000	706
Transfer from General Fund	29,800	7,003	22,797
Transfer from Supplemental General Fund	50,278	30,000	20,278
Total Receipts	90,784	47,003	43,781
Expenditures			
Instruction	63,435	70,349	(6,914)
Receipts Over (Under) Expenditures	27,349		
Unencumbered Cash, Beginning	23,944		
Prior Year Cancelled Encumbrances	370		
Unencumbered Cash, Ending	\$ 51,663		
Gifts and Grants Fund			
Receipts			
Other Revenue From Local Sources	\$ 10,367	36,000	(25,633)
Expenditures			
Instruction	2,253	38,399	(36,146)
Operations & Maintenance	7,005	0	7,005
Total Expenditures	9,258	38,399	(29,141)
Receipts Over (Under) Expenditures	1,109		
Unencumbered Cash, Beginning	2,399		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 3,508		

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

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	Actual	Budget	Variance Over (Under)
KPERS Special Retirement Contribution Fund			
Receipts			
State Aid	\$ 175,174	198,950	(23,776)
Expenditures			
Instruction	78,806	100,000	(21,194)
Student Support	0	3,000	(3,000)
General Administration	38,961	36,000	2,961
School Administration	35,073	35,000	73
Operation & Maintenance	22,334	20,000	2,334
Student Transportation Services	0	2,000	(2,000)
Food Service	0	2,950	(2,950)
Total Expenditures	175,174	198,950	(23,776)
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		

UNIFIED SCHOOL DISTRICT NO. 292
Grainfield, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2021

SCHEDULE 2
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	<u>Actual</u>
Contingency Reserve Fund	
Receipts	\$ <u>0</u>
Expenditures	
Operations & Maintenance	<u>10,422</u>
Receipts Over (Under) Expenditures	(10,422)
Unencumbered Cash, Beginning	115,195
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>104,773</u></u>

Textbook & Student Material Revolving Fund	
Receipts	
Fees	\$ 4,677
Transfer from General Fund	<u>3,000</u>
Total Receipts	<u>7,677</u>
Expenditures	
Textbooks	<u>11,402</u>
Receipts Over (Under) Expenditures	(3,725)
Unencumbered Cash, Beginning	7,879
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>4,154</u></u>

UNIFIED SCHOOL DISTRICT NO. 292

Grainfield, Kansas

Special Purpose Funds

Federal Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2021

SCHEDULE 2

Page 10

	Title I	Title II-A	Small Rural School Achievement	Title IV	SPARK	ESSER I (CARES ACT)	ESSER II (CRRSA)	Total	Budget	Variance Over (Under)
Receipts										
Federal Aid	\$ 14,000	5,326	8,393	6,357	81,000	8,000	0	123,076	83,074	40,002
Expenditures										
Instruction	29,892	5,326	3,410	3,461	48,336	20,069	28,413	138,907	68,749	70,158
Instruction Support Staff	0	0	4,261	0	0	0	0	4,261	13,500	(9,239)
School Administration	0	0	722	0	0	0	0	722	0	722
Operations & Maintenance	0	0	0	0	12,082	0	0	12,082	5,000	7,082
Food Service Operation	0	0	0	0	505	0	0	505	0	505
Total Expenditures	29,892	5,326	8,393	3,461	60,923	20,069	28,413	156,477	87,249	69,228
Receipts Over (Under) Expenditures	(15,892)	0	0	2,896	20,077	(12,069)	(28,413)	(33,401)		
Unencumbered Cash, Beginning	0	0	0	0	(20,077)	0	0	(20,077)		
Prior Year Cancelled Encumbrances	0	0	0	0	0	0	0	0		
Unencumbered Cash, Ending	\$ (15,892)	0	0	2,896	0	(12,069)	(28,413)	(53,478)		

UNIFIED SCHOOL DISTRICT NO. 292
Grainfield, Kansas
Trust Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2021

SCHEDULE 2
Page 11

	<u>Actual</u>
Scholarship Fund	
Receipts	
Interest on Idle Funds	\$ 24
Donations	<u>800</u>
Total Receipts	<u>824</u>
Expenditures	
Scholarships	<u>2,300</u>
Receipts Over (Under) Expenditures	(1,476)
Unencumbered Cash, Beginning	6,957
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>5,481</u></u>

UNIFIED SCHOOL DISTRICT NO. 292

SCHEDULE 3

Grainfield, Kansas

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Year Ended June 30, 2021

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School:				
Class of 2020	564	0	564	0
Class of 2021	3,670	241	3,899	12
Class of 2022	2,857	2,970	2,887	2,940
Class of 2023	4,739	2,678	734	6,683
Class of 2024	100	577	73	604
Class of 2025	0	100	0	100
Cheerleaders	1,619	882	849	1,652
FCCLA	3,153	1,336	2,062	2,427
Journalism	3,776	4,683	2,990	5,469
FFA	0	11,240	5,813	5,427
National Honor Society	1,279	2,038	2,852	465
Student Council	4,170	4,009	4,758	3,421
Sales Tax Clearing	42	3,347	3,412	(23)
Art Club	2,351	6,674	7,903	1,122
Band	2,688	0	0	2,688
Electric Car/Tech Club	4,703	2,249	3,388	3,564
Total	\$ 35,711	43,024	42,184	36,551

UNIFIED SCHOOL DISTRICT NO. 292

SCHEDULE 4

Grainfield, Kansas

District Activity Funds

Schedule of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Year Ended June 30, 2021

Fund	Unencumbered Beginning Cash Balance	Receipts	Expenditures	Unencumbered Ending Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
High School:						
Athletics	\$ 8,742	23,544	23,376	8,910	0	8,910
School Play/Forensics	1,770	452	270	1,952	0	1,952
Total Gate Receipts	10,512	23,996	23,646	10,862	0	10,862
School Projects						
High School:						
Concessions	2,000	6,725	6,725	2,000	0	2,000
Elementary School:						
Books	0	3,329	3,329	0	0	0
Total School Projects	2,000	10,054	10,054	2,000	0	2,000
Total District Activity Funds	\$ 12,512	34,050	33,700	12,862	0	12,862