UNIFIED SCHOOL DISTRICT NO. 456
MARIAS DES CYGNES VALLEY
MELVERN, KANSAS

FINANCIAL STATEMENTS

For the Fiscal Year Ended June 30, 2021

BRUNA AUDITING SERVICES LLC
DEREK BRUNA
CERTIFIED PUBLIC ACCOUNTANT
WASHINGTON, KANSAS

Unified School District No. 456
Melvern, Kansas

Financial Statements
For the fiscal year ended June 30, 2021

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 456
Melvern, Kansas 66510

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 456, as of and for the year ended June 30, 2021 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements
Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 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.

Auditor's Responsibility
My responsibility is to express an opinion on the financial statement based on my audit. I conducted my 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 I 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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. 456 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 my 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 the Unified School District No. 456 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 my opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District No. 456 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 A.

Other Matters-Supplementary Information
My 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, schedule of regulatory basis receipts and expenditures-agency funds, and schedules of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, (Statements 2, 3, 4, and 5 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 my 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.

I also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 456 as of and for the year ended June 30, 2020 (not presented herein), and have issued our report thereon dated 12/9/20, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link http://www.admin.ks.gov/offices/chief-financial-officer/municipal-services. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended June 30, 2021 (Statement 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2020, on the basis of accounting described in Note A.

Bruna Auditing Services LLC
Derek Bruna, CPA
12/21/21

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
Regulatory Basis
For The Year Ended June 30, 2021

STATEMENT 1

Fund	Statement Number	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances & A/P	Ending Cash Balance
General Funds:								
General Fund	3-1	$ 0	$ 0	$ 2,435,558	$ 2,435,558	$ 0	$ 0	$ 0
Supplemental General	3-2	63,448	0	735,144	746,356	52,236	0	52,236
Career & Post Secondary Ed Fund	3-3	10,062	0	221,885	181,947	50,000	0	50,000
Special Education Fund	3-4	249,678	0	445,865	475,475	220,068	0	220,068
Driver Training	3-5	6,570	0	6,346	3,664	9,252	0	9,252
Food Service Fund	3-6	520	0	231,646	218,031	14,135	0	14,135
Capital Outlay Fund	3-7	415,356	0	179,549	133,974	460,931	0	460,931
Professional Development Fund	3-8	10,638	0	54	229	10,463	0	10,463
Gifts and Grants Fund	3-9	93,824	0	63,232	50,592	106,464	0	106,464
Kpers Retirement Fund	3-10	0	0	258,215	258,215	0	0	0
At Risk-(K 12) Fund	3-11	0	0	307,158	257,158	50,000	0	50,000
Contingency Reserve Fund	3-12	204,245	0	0	0	204,245	0	204,245
Title I	3-13	1,972	0	59,321	61,293	0	0	0
Textbook Rental Fund	3-14	17,909	0	5,080	0	22,989	0	22,989
Other Federal Funds	3-15	29,510	0	132,895	180,922	(18,517)	0	(18,517)
Title IIA	3-16	836	0	9,185	10,021	0	0	0
Rec Commission	3-17	2,675	0	23,208	24,299	1,584	0	1,584
Virtual Education	3-18	1,925	0	0	0	1,925	0	1,925
Activity Fund	4	31,993	0	71,782	66,289	37,486	0	37,486
Related Municipal Entity								
Melvern Rec Commission	5	40,742	0	27,380	13,078	55,044	0	55,044
Total Reporting Entity (Exluding Agency)		$ 1,181,903	$ 0	$ 5,213,503	$ 5,117,101	$ 1,278,305	$ 0	$ 1,278,305

Composition of Cash

Investments		Cash in Checking			
Money Market Accounts	$ 0	Op Accounts-District	1,184,275	Total Cash	1,310,209
Money Market Accounts Other	0	Op Accounts-Agency/Activity	69,390	Less Agency Funda (Statement 4)	(31,904)
Certificate of Deposit	0	Petty Cash	1,500	Total Cash Excluding Agency Funds	1,278,305
Certificate of Deposit - Other	0	Related Municipal Entity	55,044		

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Unified School District No. 456 is a municipal Corporation established under Kansas Statute. All USDs in Kansas are required to be audited under K.S.A. 75-1122. The District is governed by an elected seven-member board. The financial statements present the financial condition and results of operation of the district. The District's major operations include primary and secondary education for young people. The scope of the entity for financial reporting purposes is designed as those funds for which the District has oversight responsibility and is primarily accountable. Oversight responsibility includes budgetary authority and fiscal management responsibility. Budgetary authority is defined as authority for final approval of budgetary appropriations and revisions. Fiscal management responsibility is control of the collection and disbursement of funds.
The Kansas Municipal Audit and Accounting Guide will be referred to as KMAAG throughout the notes.

Basis of Presentation/Fund Description

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restricts, or limitations. The following are Regulatory Basis Fund Types:

Governmental Funds

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 revenue 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.)

Fidcuiary Funds:

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.). Please refer to Statement 4 for further information.

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, etc.).

Related Municipal Entity

Recreation Commission. USD No. 456 Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the USD 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.

Basis of Accounting-KMAAG Regulatory Basis of Accounting (Formerly Statutory Basis)

The KMAAG regulatory audit requirement of K.S.A. 75-1122 applies to each individual municipality as defined in K.S.A. 75-1117. The KMAAG regulatory financial reporting entity is comprised of the "municipality" as defined in K.S.A. 75-1117, as a minimum, and may also include certain separate legal entities referred to as "related municipal entities" as defined by KMAAG.

The 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 revenues 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.

GAAP Basis Financial Statements - Minimum Requirements. GAAP basis financial statements are financial statements prepared in accordance with "Governmental Accounting and Financial Reporting Standards" as promulgated by the Governmental Accounting Standards Board (GASB). For KMAAG purposes, if GAAP basis financial statements are presented, the basic financial statements and notes must be presented at a minimum. All other supplemental schedules are optional. However, the KMAAG mandatory note disclosures (if applicable) must still be presented even though they might not otherwise be required by GAAP to be included in the notes. KMAAG does not provide an example of GAAP financial statements.
Regulatory Basis Financial Statements - Minimum Requirements. If GAAP basis financial statements are not presented, then: 1) a GAAP waiver resolution must be passed, and 2) regulatory basis financial statements including regulatory-required supplementary information, must be presented. Regulatory basis financial statements are financial statements prepared in accordance with the guidelines of KMAAG. Such financial statements are prepared on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas and prepared in accordance with the prescribed format established by KMAAG.

The regulatory basis financial statement consists of a single basic financial statement which is a summary statement containing all funds and related municipalities included in the financial reporting entity and demonstrating compliance with the cash basis law. The remainder of the required financial information to be presented is considered regulatory-required supplemental information which includes 1) a fund summary schedule containing all funds and showing compliance with the budget law for those funds required to be budgeted, 2) individual fund schedules for all funds except agency funds, with budget comparisons for those funds required to be budgeted, 3) a fund summary schedule, for agency funds only, showing cash balances and changes therein, and 4) special schedules unique to the municipality. Note: Regulatory-required supplementary information are the additional schedules that are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide and are not to be considered as required supplementary information as defined by auditing standards generally accepted in the United States of America. In addition, the KMAAG mandatory note disclosures must be presented and must include all disclosures necessary for fair presentation in accordance with the KMAAG regulatory basis framework. All other schedules that may be presented are optional.

Departure from GAAP
A waiver from the requirement to prepare and audit GAAP basis financial statements is necessary *only if* the municipality decides to present regulatory basis financial statements. A waiver is not required for financial statements that are prepared in accordance with the GAAP basis framework but include certain departures from GAAP. For example, if GAAP financial statements are presented but do not include the management discussion and analysis, this would be a departure from GAAP. However, even lacking the management discussion and analysis required supplementary information, the basic financial statements may still be presented on a GAAP basis framework, thus a waiver would not be required. The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c) waiving the annual for application of GAAP for the year ended 6/30/21. This waiver is completed annually and allows the District to use the regulatory basis of accounting.

The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balance, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statement.

Reimbursed Expenses
The purpose of these expenditures is to repay the district for amounts remitted on behalf of another party and such expenditures are exempt for the budget law under K.S.A. 79-2934. Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement. The Municipality 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.

2020 Financial Data
Amounts that are shown for 2020 in the accompanying financial statements are included where practical, only to provide a basis for comparison with 2021, and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.

Cash and Time Deposits
Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost. These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate. Time deposits are carried at cost plus accrued interest. The carrying amount of deposits is separately displayed as cash and time deposits.

General Fixed Assets
General fixed assets purchased are recorded as expenditures at the time of purchase, except for assets acquired with federally assisted funds. Assets of the School District are not recorded in a permanent set of records.

Vouchers Payable
Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Encumbrances
Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balance
The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Bonds Payable
Bonds which are outstanding at the end of the fiscal year. The District has none to report.

Budgetary Data
Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service fund. The statutes provide for the following sequence and time table in the adoption of the annual operating budget:

- Preparation of the budget for the succeeding calendar year on or before August 1st.
- Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
- Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- 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 increase in revenue 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 10 days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this fiscal 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budget receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, 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. All unencumbered appropriations (legal budget expenditures authority) lapse at year-end.

A legal operating budget is not required for trust funds, agency funds, activity funds, and the following special revenue funds: Other Fee and User Charges/Clearing Accounts, Contingency Reserve, Textbook, Employee Benefits, Title I, Title IIA, Title IV, and other Federal Funds.

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.

Tax Cycle
The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to County Treasurer, who prepares tax statements and receives payments. These taxes

become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20 and May 10. Delinquent taxes are assessed interest at 9% per annum. This interest is retained by the County. Taxes levied to finance the budget are made available to the District after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed through the year.

The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's Office annually the determination of assessed valuation and the collections of property taxes for all political subdivisions in determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One- half of the property taxes are due December 20 and distributed to the District by January 20 to help finance the current year's budget. The second half is due May 10 and distributed to the District June 5. The District Treasurer draws all available funds from the County Treasurer's Office at designated times throughout the year.

Inventories/Prepaid Expenses
Inventories and prepaid expenses which benefit future periods are recorded as an expenditures during the year of purchase. For disclosure purposes, material inventories would be reported as an asset offset by a reserve. The district had no material inventories.

Use of Estimates
The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of revenues, expenditures, and fund balances. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY
Compliance With Kansas Statutes and Other Finance Related Legal Matters
Contrary to provisions of K.S.A. 79-2935, the current year expenditures of the Food Service Fund exceeded the adopted budget.
Authorized Over-Encumbered Cash Balance-Federal Funds
K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

NOTE C- 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 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. Cash balances from all funds are combined and invested to the extent available in certificates of deposits and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

Custodial Credit Risk
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, 2021.

At year-end the carrying amount of the district's deposits, including certificates of deposit and money market accounts was $1,310,209. The district checking account balances were $1,184,275. The activity/agency operating accounts had a balance of $69,390, the Rec Commission was $55,044 and Petty Cash was $1,500. Any differences between the carrying amount and the bank balance are outstanding checks and deposits in transit. Of the bank balance, $250,000 was covered by FDIC insurance and the remaining balance was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the district's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a third-party custodial agreement signed by all three parties: the district, the pledging bank, and the independent third-party banks holding the securities.

Investment Policy
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 investment choices. Funds of the district were on deposit in interest bearing accounts in banks and Certificates of Deposits issued by banks at June 30, 2021. The cash of each of the funds of the district is pooled together so that better management of cash and investments can be practiced, resulting in greater earnings accruing to the district. Please refer to Statement 1 to review how the various funds are accruing interest.

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 – investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the Municipality 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- FRINGE BENEFIT PLAN I.R.C. 125
The District has in place an IRS-IRC Section #125 "Cafeteria" Fringe Benefit Plan. The options under the plan are salary reduction options. Eligible classified employees shall be included in the Plan and will follow IRS limits and guidelines for various applicable areas. Each teacher shall become a participant upon electing to be a participant as set forth in said plan and shall be subject to the rules and regulations of said plan. The terms and provisions of said plan shall be subject to being changed at any time by the mutual consent of the School District and the recognized professional negotiating unit of the teachers of U.S.D. No. 456. The maximum benefit allowance per employee is $2750/yr for the year ended June 30, 2021. The maximum for the dependent care reimbursement account is $10,500 annually Provisions available are:

Group Term Life Insurance ($50,000 maximum)
Disability Income Insurance
Cancer Insurance
Medical Reimbursement Accounts6
Dependent Care Reimbursement Accounts
Vision Insurance
Dental Insurance

NOTE E- COMPENSATED ABSENCES-VACATION AND SICK PAY
The district has not computed or recorded the potential liability for sick/vacation leave that is available to all full time employees. The amount varies by position. (Please refer to the negotiated agreement for further specification.)

NOTE F- COMPENSATED ABSENCES
Vacation is provided for all 12 month employees. Employees cannot carry any vacation forward.
Sick leave accumulates at the rate of 9 days per year for all employees. A maximum of 65 days of sick leave can be accumulated. Employees are reimbursed at the end of each year at $40 per day for all days accumulated over 65 days.

NOTE G- 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 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 16.15% and 14.41%, respectively, for the fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% anc 14.23% for the fiscal year ended June 30, 2021.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 16.15% and 14.41%, respectively, for the fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% and 14.23% for the fiscal year ended June 30, 2021.

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 School District is responsible for the employer's portion of the cost for retired District employees. The School District received and remitted amounts equal to the statutory contribution rate, which totaled $258,215 for the year ended June 30, 2021.

The State of Kansas contributed 14.23% of covered payroll during fiscal year 2021, excluding the Group Death & Disability Insurance rate. During fiscal year 2022, the State of Kansas will contribute 13.33% of covered payroll. The State of Kansas contribution to KPERS due for all school municipalities for the year ending June 30, 2021, was $570,264,986.

Net Pension Liability

At June 30, 2021, the School District's proportionate share of the collective net pension liability reported by KPERS was $2,868,400. 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 School District's proportion of the net pension liability was based on the ratio of the School District's contributions to KPERS, relative to the total employer and nonemployer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2020. Since the KMAAG regulatory basis of accounting does not recognize longterm 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- RISK FINANCING AND RELATED INSURANCE ISSUES

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 nature disasters. The district continues to carry insurance for all risks of loss including workers' compensation. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three years.

NOTE I- FAIR VALUE OF FINANCIAL INSTRUMENTS

The fair value amounts for cash and cash equivalents approximate carrying amounts due to the short maturities of these instruments. Financial instruments that subject the district to significant concentration and credit risk consist of cash and cash equivalents. The district places its cash in market interest rate accounts and are insured fully by FDIC coverage and pledged securities with fair market value equal to or greater than its cash and cash equivalents.

NOTE J- 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 COVID19 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 Distirct 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. As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK'S first round distribution was to local governments in the amount of $400 million. The CRFs are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at https://covid.ks.gov.

NOTE K- 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 these financial statements. 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. As provided by K.S.A. 74-4927, disabled members in 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.

NOTE L- IN-SUBSTANCE RECEIPT IN TRANSIT

The District received $143,777 subsequent to June 30, 2021 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, 2021.

NOTE M- LONG-TERM DEBT

The District currently has no long term debt.

NOTE N- CAPITAL PROJECT COMPLIANCE

The District is currently not involved in any such activities.

NOTE O- LITIGATION CONTINGENCIES

The District currently has no litigation contingencies that it is involved.

NOTE P- CONTINGENT LIABILITIES

The District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2021. The compliance audits are conducted annually on a timely basis. The District's compliance with the grant agreements are established when such audits are complete. The District expects the amount of expenditures, which may be disallowed by the grantor agencies, if any, to be immaterial.

NOTE Q- SUBSEQUENT EVENTS

These financial statements considered subsequent events through December 21, 2021, the date the financial statements were available to be issued.

NOTE R- RISK MANAGEMENT

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the district carries insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2021

Note S- INTER-FUND TRANSACTIONS

Recurring annual transfers between budgetary funds for the purpose of shifting resources from the fund legally required to receive the revenue, to the fund authorized to expend the revenue, have been segregated from normal revenues and expenditures for reporting purposes are are:

FROM	TO		2020	2021
General	Special Education		309,712	374,210
General	Vocational Education		123,854	171,326
General	At Risk K-12		165,207	46,854
General	Food Service		14,958	45,863
		Totals	**613,731**	**638,253**
Supplemental General	Food Service		46,949	10,000
Supplemental General	Driver Ed		0	4,000
Supplemental General	At Risk K-12		112,014	260,304
Supplemental General	Textbooks		0	5000
Supplemental General	Special Education		59,887	20,403
Supplemental General	Vocational Education		48,398	50,000
		Totals	**267,248**	**349,707**
		Grand Totals	**880,979**	**987,960**

The above transfers are included in the expenditures of the disbursing fund and included in the revenues of the receiving fund as required by the Cash Basis and Budget Laws of Kansas, and for budget comparison purposes.

Note T - INTER-GOVERNMENTAL ASSISTANCE STATE

Type of Aid		2020	2021	
General State Aid		$ 1,648,218	1,660,590	
Supplemental General State Aid		210,491	216,742	
Professional Development		753	54	
Capital Outlay		9,990	12,996	
Mentor Teacher		0	1,000	
State Safety		6,063	2,346	
State Food Service		1,374	1,713	
Special Education		298,876	286,614	
District Finance		0	42,231	
School District Mill Levy		340,786	367,219	
Kansas Reading Success		497	0	
CTE Transportation		10,062	0	
KPERS Employer Cont.		273,472	258,215	
	Totals	**2,800,582**	**2,849,720**	

Note T - INTER-GOVERNMENTAL ASSISTANCE FEDERAL

Type of Aid		2020	2021	
Title I Fund		$ 65,595	59,321	
Effective Instruction		9,828	9,185	
Cash for Commodities		0	1,200	
Coronavirus		54,510	26,721	
Reserve Fund		0	1,118	
Title II Improving Teacher Quality		0	13,532	
Food Service		80,076	125,551	
	Totals	**210,009**	**236,628**	**3,086,348**

Federal programs in which the school district participated have specified for what purpose funds are to be expended.
All funds unexpended at June 30, 2021 are restricted to federal program specified expenditures.

REGULATORY - REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For The Year Ended June 30, 2021

STATEMENT 2

Fund	Statement Number	Certified Budget	Adjustments To Comply With Legal Max	Adjustments For Qualifying Budget Credits	Total Budget For Comparison	Expenditures Chargeable To Current Year	Variance Over (Under)
Genereal Funds:							
General Fund	3-1	$ 2,424,768	$ (68,114)	$ 78,904	$ 2,435,558	$ 2,435,558	$ 0
Supplemental General	3-2	752,715	(6,359)	0	746,356	746,356	0
Special Purpose Funds:							
Career & Post Secondary	3-3	195,062	0	0	195,062	181,947	(13,115)
Special Education	3-4	670,104	0	0	670,104	475,475	(194,629)
Driver Training	3-5	8,070	0	0	8,070	3,664	(4,406)
Food Service	3-6	218,032	0	0	218,032	218,031	(1)
Capital Outlay	3-7	551,516	0	0	551,516	133,974	(417,542)
Professional Development	3-8	12,138	0	0	12,138	229	(11,909)
Gifts/Grants Fund	3-9	93,824	0	0	93,824	50,592	(43,232)
KPERS Retirement	3-10	290,126	0	0	290,126	258,215	(31,911)
At Risk (K-12) & (Pre-School)	3-11	330,000	0	0	330,000	257,158	(72,842)
Virtual Education	3-18	1,925	0	0	1,925	0	(1,925)
TOTALS		$ 5,548,280	$ (74,473)	$ 78,904	$ 5,552,711	$ 4,761,199	$ (791,512)

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

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

STATEMENT 3-1

GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Suppl. Gen. State Aid	$ 0	$ 0	$ 2,149,471	$ (2,149,471)
Reimbursments	0	0	0	0
Delinquent Tax	0	0	0	0
State Equilization Aid	1,989,004	2,070,040	0	2,070,040
Other/Transfer	298,876	0	0	0
Special Education Aid	0	286,614	275,297	11,317
KPERS State Aid	0	0	0	0
Interest Idle Funds	0	0	0	0
Reimbursments	81,873	78,904	0	78,904
Operating Transfers	0	0	0	0
Total Cash Receipts	$ 2,369,753	$ 2,435,558	$ 2,424,768	$ 10,790
Expenditures				
Instruction	$ 808,409	$ 795,324	$ 808,844	$ (13,520)
Student Support Services	31,923	33,043	34,000	(957)
Instructional Support Staff	468	907	0	907
General Administration	186,426	220,096	188,500	31,596
School Administration	295,874	296,808	261,500	35,308
Central Support Service	28,755	29,493	31,500	(2,007)
Operations and Maintenance	313,458	321,582	316,500	5,082
Student Transportation Services	90,708	100,052	94,500	5,552
Other Supplemental Service	0	0	0	0
Operating Transfers	613,732	638,253	689,424	(51,171)
Adjustment For Legal Max	0	0	(68,114)	68,114
Adjustment for Reimbursements	0	0	78,904	(78,904)
Total Expenditures	$ 2,369,753	$ 2,435,558	$ 2,435,558	$ 0
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

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

STATEMENT 3-2

SUPPLEMENTAL GENERAL FUND

	Prior Year Actual Transactions	Current Year Actual Transactions	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Taxes in Process	$ 525,205	$ 465,996	$ 6,437	$ 459,559
Ad Valorem	0	0	0	0
Delinquent Tax	13,800	11,413	6,557	4,856
Motor Vehicle Tax/16-20/Commercial	39,892	39,585	42,289	(2,704)
Recreational Vehicle Tax	1,396	1,408	1,325	83
Miscellaneous	0	0	0	0
State Aid	210,491	216,742	218,588	(1,846)
Reimbursement	0	0	0	0
Operating Transfers	0	0	0	0
Total Cash Receipts	$ 790,784	$ 735,144	$ 275,196	$ 459,948
Expenditures				
Instruction	$ 381,902	$ 331,599	$ 399,715	$ (68,116)
Student Support Service	7,578	9,274	7,000	2,274
General Administration	0	0	0	0
Support Service	0	0	0	0
Operation and Maintenance	70,608	55,776	0	55,776
Transportation	0	0	66,000	(66,000)
Operating Transfers	267,248	349,707	280,000	69,707
Adjustment For Legal Max	0	0	(6,359)	6,359
Total Expenditures	$ 727,336	$ 746,356	$ 746,356	$ 0
Receipts Over (Under) Expenditures	63,448	(11,212)		
Unencumbered Cash - Beginning	0	63,448		
Unencumbered Cash - Ending	$ 63,448	$ 52,236		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET
Regulatory Basis
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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-3

CAREER/POST-SECONDARY EDUCATION FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aide	0	0	0	0
Operating Transfers	0	0	0	0
Micellaneous Revenues	10,062	559	0	559
Operating Tranfers	$ 172,252	$ 221,326	$ 185,000	$ 36,326
Total Cash Receipts	$ 182,314	$ 221,885	$ 185,000	$ 36,885
Expenditures				
Instruction	172,880	181,821	194,862	(13,041)
Salaries	0	0	0	0
Employee Benefits	0	0	0	0
Supplies	0	0	0	0
Other	0	0	0	0
Operations & Maintenance	120	126	200	(74)
Purchased Property Service	0	0	0	0
Supplies, Utilities	$ 0	$ 0	$ 0	$ 0
Total Expenditures	$ 173,000	$ 181,947	$ 195,062	$ (13,115)
Receipts Over (Under) Expenditures	9,314	39,938		
Unencumbered Cash - Beginning	748	10,062		
Unencumbered Cash - Ending	$ 10,062	$ 50,000		

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Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES
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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-4

SPECIAL EDUCATION FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Other Local	$ 0	$ 0	$ 0	$ 0
Micellaneous Revenues	20,308	51,252	0	51,252
Operating Transfers	369,599	394,613	420,424	(25,811)
Total Cash Receipts	$ 389,907	$ 445,865	$ 420,424	$ 25,441
Expenditures				
Instruction	$ 471,118	$ 466,678	$ 431,233	$ 35,445
Student Support Services	2,305	0	236,671	(236,671)
Student Transportation Services	1,686	8,797	2,200	6,597
Total Expenditures	$ 475,109	$ 475,475	$ 670,104	$ (194,629)
Receipts Over (Under) Expenditures	(85,202)	(29,610)		
Unencumbered Cash - Beginning	334,880	249,678		
Unencumbered Cash - Ending	$ 249,678	$ 220,068		

See Accountant's Report and Accompanying Notes

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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-5

DRIVER TRAINING FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aid	$ 2,080	$ 2,346	$ 1,500	$ 846
Miscellaneous Revenues	400	0	0	0
Operating Tranfers	0	4,000	0	4,000
Total Cash Receipts	$ 2,480	$ 6,346	$ 1,500	$ 4,846
Expenditures				
Operating Tranfers	$ 0	$ 0	$ 0	$
Instruction	3,500	3,664	8,070	(4,406)
Maintenance Service	0	0	0	0
Total Expenditures	$ 3,500	$ 3,664	$ 8,070	$ (4,406)
Receipts Over (Under) Expenditures	(1,020)	2,682		
Unencumbered Cash - Beginning	7,590	6,570		
Unencumbered Cash - Ending	$ 6,570	$ 9,252		

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STATEMENT 3-6

FOOD SERVICE FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Federal Aid	$ 80,076	$ 161,901	$ 81,463	$ 80,438
State Aid	1,374	1,713	1,064	649
Charges for Service	27,781	6,572	54,985	(48,413)
Interest	16,710	971	10,000	(9,029)
Miscellaneous	11,720	4,626	0	4,626
Operating Transfers	61,908	55,863	70,000	(14,137)
Total Cash Receipts	$ 199,569	$ 231,646	$ 217,512	$ 14,134
Expenditures				
Food Service Operations	$ 204,500	$ 218,031	$ 218,032	$ (1)
Total Expenditures	$ 204,500	$ 218,031	$ 218,032	$ (1)
Receipts Over (Under) Expenditures	(4,931)	13,615		
Unencumbered Cash - Beginning	5,451	520		
Unencumbered Cash - Ending	$ 520	$ 14,135		

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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-7

CAPITAL OUTLAY FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Ad Valorem Tax/Prior	$ 117,867	$ 121,076	$ 133,426	$ (15,559)
Delinquent Tax	0	4,874	2,810	0
State Aid	9,990	12,996	13,019	0
Miscellaneous Revenue	14,531	36,919	0	0
Motor/Rec/Commercial Tax	0	3,684	5,196	0
Total Cash Receipts	$ 142,388	$ 179,549	$ 154,451	$ (15,559)
Expenditures				
Instruction	$ 38,011	$ 55,010	$ 201,516	$ (146,506)
Building Improvements	0	0	200,000	(200,000)
General Administration	47,818	68,262	0	68,262
School Administration	0	10,702	150,000	(139,298)
Operations and Maintenance	56,300	0	0	0
Total Expenditures	$ 142,129	$ 133,974	$ 551,516	$ (417,542)
Receipts Over (Under) Expenditures	259	45,575		
Unencumbered Cash - Beginning	415,097	415,356		
Unencumbered Cash - Ending	$ 415,356	$ 460,931		

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(With Comparative Actual Totals for Prior Year Ended June 30, 2020

STATEMENT 3-8

PROFESSIONAL DEVELOPMENT FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
State of Kansas	$ 0	$ 54	$ 1,500	$ (1,446)
Micellaneous Revenues	753	0	0	0
Operating Transfers	0	0	0	0
Total Cash Receipts	$ 753	$ 54	$ 1,500	$ (1,446)
Expenditures				
Salary	$ 0	$ 0	$ 0	$ 0
Instruction Support Staff	4,764	229	12,138	(11,909)
Other	0	0	0	0
Total Expenditures	$ 4,764	$ 229	$ 12,138	$ (11,909)
Receipts Over (Under) Expenditures	$ (4,011)	(175)		
Unencumbered Cash - Beginning	14,649	10,638		
Unencumbered Cash - Ending	10,638	$ 10,463		

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SCHEDULE OF RECEIPTS AND EXPENDITURES
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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-9

GIFTS/GRANTS FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Miscellaneous	96,637	63,232	0	63,232
Total Cash Receipts	$ 96,637	$ 63,232	$ 0	$ 63,232
Expenditures				
Student Support Services	39,557	50,592	93,824	(43,232)
Total Expenditures	$ 39,557	$ 50,592	$ 93,824	$ (43,232)
Receipts Over (Under) Expenditures	$ 57,080	12,640		
Unencumbered Cash - Beginning	36,744	93,824		
Unencumbered Cash - Ending	93,824	$ 106,464		

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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-10

KPERS RETIREMENT FUND

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
State Aid/Grants	$ 273,472	$ 258,215	$ 290,126	$ (31,911)
Transfers	0	0	0	0
Total Cash Receipts	$ 273,472	$ 258,215	$ 290,126	$ (31,911)
Expenditures				
Instruction	$ 185,961	$ 175,587	$ 193,126	$ (17,539)
Student Support	2,658	3,357	4,000	(643)
Instruction Support Staff	3,631	2,582	5,000	(2,418)
General Administration	22,425	21,174	25,000	(3,826)
School Administration	21,878	20,657	22,000	(1,343)
Central Services	1,368	1,291	2,000	(709)
Operations and Maintenance	19,143	18,075	21,000	(2,925)
Student Transportation	8,204	7,746	9,000	(1,254)
Food Service Operations	8,204	7,746	9,000	(1,254)
Total Expenditures	$ 273,472	$ 258,215	$ 290,126	$ (31,911)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 0		

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SCHEDULE OF RECEIPTS AND EXPENDITURES
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(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-11

AT RISK (K-12) & (PRE-SCHOOL) FUNDS

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Cash Receipts				
Micellaneous Revenues	$ 0	$ 0	$ 0	$ 0
Operating Transfers	277,221	307,158	300,000	7,158
Total Cash Receipts	$ 277,221	$ 307,158	$ 300,000	$ 7,158
Expenditures				
Instruction/Support	277,221	257,158	330,000	(72,842)
Operations and maintenance	0	0	0	0
Total Expenditures	$ 277,221	$ 257,158	$ 330,000	$ (72,842)
Receipts Over (Under) Expenditures	0	50,000		
Unencumbered Cash - Beginning	0	0		
Unencumbered Cash - Ending	$ 0	$ 50,000		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-12

CONTINGENCY RESERVE FUND

	Prior Year 2020	Current Year 2021
Transfer	$ 0	$ 0
Transfer	0	0
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash - Beginning	204,245	204,245
Unencumbered Cash - Ending	$ 204,245	$ 204,245

This is not a budgeted fund.
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-13

TITLE I FUND

	Prior Year 2020	Current Year 2021
Cash Receipts		
Federal Sources	$ 65,595	$ 59,321
Transfers	0	0
Total Cash Receipts	65,595	59,321
Expenditures		
Instruction	63,623	61,293
Total Expenditures	63,623	61,293
Receipts Over (Under) Expenditures	1,972	(1,972)
Unencumbered Cash - Beginning	0	1,972
Unencumbered Cash - Ending	$ 1,972	$ 0

This is not a budgeted fund.
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-14

TEXTBOOK & STUDENT MATERIAL REVOLVING FUND

	Prior Year 2020	Current Year 2021
Cash Receipts		
Transfer	$ 0	$ 0
Textbook Rental	2,100	5,080
Total Cash Receipts	2,100	5,080
Expenditures		
Textbooks	0	0
Total Expenditures	0	0
Receipts Over (Under) Expenditures	2,100	5,080
Unencumbered Cash - Beginning	15,809	17,909
Unencumbered Cash - Ending	$ 17,909	$ 22,989

This is not a budgeted fund.
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-15

FEDERAL FUNDS

	Prior Year 2020	Current Year 2021
Cash Receipts		
Federal Sources	$ 78,641	$ 132,895
Transfers	0	0
Total Cash Receipts	78,641	132,895
Expenditures		
Instruction	49,313	180,922
Total Expenditures	49,313	180,922
Receipts Over (Under) Expenditures	29,510	(48,027)
Unencumbered Cash - Beginning	0	29,510
Unencumbered Cash - Ending	$ 29,510	$ (18,517)

This is not a budgeted fund.
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
(With Comparative Actual Totals for Prior Year Ended June 30, 2020)

STATEMENT 3-16

TITLE IIA

	Prior Year 2020	Current Year 2021
Cash Receipts		
Federal Sources	$ 9,828	$ 9,185
Transfers	0	0
Total Cash Receipts	9,828	9,185
Expenditures		
Instruction	9,532	10,021
Total Expenditures	9,532	10,021
Receipts Over (Under) Expenditures	296	(836)
Unencumbered Cash - Beginning	540	836
Unencumbered Cash - Ending	$ 836	$ 0

This is not a budgeted fund.
See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

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

STATEMENT 3-17

RECREATION COMMISSION

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Tax Collections	26,775	23,208	21,748	1,460
Total Cash Receipts	$ 26,775	$ 23,208	$ 21,748	$ 1,460
Expenditures				
Student Support Services	24,100	24,299	0	24,299
Total Expenditures	$ 24,100	$ 24,299	$ 0	$ 24,299
Receipts Over (Under) Expenditures	$ 2,675	(1,091)		
Unencumbered Cash - Beginning	0	2,675		
Unencumbered Cash - Ending	2,675	$ 1,584		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

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

STATEMENT 3-18

VIRTUAL EDUCATION FUND

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Cash Receipts				
Transfers	0	0	0	0
Miscellaneous	0	0	0	0
Total Cash Receipts	$ 0	$ 0	$ 0	$ 0
Expenditures				
Professional Services	0	0	1,925	(1,925)
Total Expenditures	$ 0	$ 0	$ 1,925	$ (1,925)
Receipts Over (Under) Expenditures	$ 0	0		
Unencumbered Cash - Beginning	1,925	1,925		
Unencumbered Cash - Ending	1,925	$ 1,925		

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021

DISTRICT/SCHOOL AGENCY & ACTIVITY FUNDS

STATEMENT 4

Funds:	Beginning Unemcumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Outstanding Encumbrances & A/P	Ending Cash Balance
JH/HS Activity Funds							
Athletics	$ 481	0	19,808	20,289	0	0	0
Yearbook	4,040	0	1,440	27	5,453	0	5,453
Book Rental	0	0	80	80	0	0	0
Concessions	1,103	0	5,167	4,365	1,905		1,905
Elemtary Book Rental	0	0	200	0	200	0	200
Yearbook	0	0	80	80	0	0	0
Box Top	2,272	0	203	345	2,130	0	2,130
Student Activities	1,517	0	1,486	1,966	1,037	0	1,037
Petty Cash	10	0	3,293	3,269	34	0	34
Pop	111	0	0	0	111	0	111
Fund Raiser	7,859	0	8,612	7,538	8,933	0	8,933
HS Girls Basketball	1,813	0	0	654	1,159	0	1,159
HS Football	1,654	0	2,834	3,361	1,127	0	1,127
HS Volleyball	1,585	0	1,038	1,285	1,338	0	1,338
HS Boys Baseball	1,573	0	0	0	1,573	0	1,573
HS Girls Softball	301	0	544	544	301	0	301
JH Volleyball	0	0	2,497	2,198	299	0	299
JH Boys Track	0	0	1,314	1,150	164	0	164
JH Girls Basketball	0	0	280	0	280	0	280
FBLA	1,350	0	3,282	2,235	2,397	0	2,397
FFA	1,730	0	18,825	15,930	4,625	0	4,625
FCCLA	2,591	0	601	700	2,492	0	2,492
Music	543	0	93	107	529	0	529
FACS	695	0	105	45	755	0	755
Drama	36	0	0	0	36	0	36
Music	729	0	0	121	608	0	608
Subtotal Activity Funds	31,993	0	71,782	66,289	37,486	0	37,486

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

Agency Funds							
Hot Lunch Clearing	4,860	0	7,498	11,584	774	0	774
JH Cheerleader	84	0	2,221	2,197	108	0	108
Cheerleaders	793	0	480	571	702	0	702
Library	350	0	209	172	387	0	387
Equipment	899	0	2,157	1,761	1,295	0	1,295
JH Art	88	0	0	0	88	0	88
Robotics	4	0	0	0	4	0	4
Petty Cash	0	0	2,287	2,287	0	0	0
Student Services	315	0	1,009	369	955	0	955
L.L. Mcnabb Scholarship	3,706	0	1,220	1,000	3,926	0	3,926
Calvin Pegram Memorial Scholarship	1,065	0	0	0	1,065	0	1,065
W. Allison Scholarship	18	0	0	0	18	0	18
WLC FFA SCHOLARSHIP	2,215	0	0	1,825	390	0	390
Lock in	11	0	250	250	11	0	11
Forensics	0	0	200	200	0	0	0
Scholar Bowl	0	0	404	404	0	0	0
Organizational Account	382	0	1,341	1,573	150	0	150
Freedom Cookie Enterprises	76	0	0	0	76	0	76
Flower Fund	610	0	303	676	237	0	237
Field Trip Fund	111	0	272	288	95	0	95
Green Schools Grant	87	0	0	0	87	0	87
Pencils/Copies	131	0	0	0	131	0	131
JH Stuco	679	0	4,542	4,354	867	0	867
Letter Club	881	0	312	0	1,193	0	1,193
M Club	6,220	0	6,119	3,644	8,695	0	8,695
IHT	545	0	0	0	545	0	545
Student Council	1,282	0	2,300	1,731	1,851	0	1,851
Class of 2022	2,253	0	3,866	1,923	4,196	0	4,196
Class of 2017	0	0	787	787	0	0	0
Class of 2024	1,430	0	2,300	1,693	2,037	0	2,037
Class of 2018	0	0	133	133	0	0	0
Class of 2025	0	0	183	180	3	0	3
Class of 2023	1,530	0	570	82	2,018	0	2,018
Class of 2019	0	0	613	613	0	0	0
Class of 2020	15	0	195	210	0	0	0
Class of 2021	2,464	0	959	3,423	0	0	0
Subtotal Agency Funds	33,104	0	42,730	43,930	31,904	0	31,904
Total Activity/Agency Funds	$ 65,097	0	114,512	110,219	69,390	0	69,390

See Accountant's Report and Accompanying Notes

UNIFIED SCHOOL DISTRICT NO. 456
Melvern, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES

Regulatory Basis
For The Year Ended June 30, 2021
RELATED MUNICIPAL ENTITY

STATEMENT 5

Funds:	Beginning Unemcumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Outstanding Encumbrances & A/P	Ending Cash Balance
Melvern Rec Commission	40,742	0	27,380	13,078	55,044	0	55,044
Total District Trust Funds	40,742	0	27,380	13,078	55,044	0	55,044

This is not a budgeted fund.
See Accountant's Report and Accompanying Notes