

**SUMNER COUNTY EDUCATIONAL
SERVICES INTERLOCAL DISTRICT 619
WELLINGTON, KANSAS**

**FINANCIAL STATEMENT
JUNE 30, 2019**

BFR

BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

**SUMNER COUNTY EDUCATIONAL
SERVICES INTERLOCAL DISTRICT 619
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JUNE 30, 2019**

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BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Board of Directors

Sumner County Educational Services Interlocal District 619

Wellington, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Sumner County Educational Services Interlocal District 619, Wellington, Kansas**, as of and for the year ended **June 30, 2019**, 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 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

Board of Education
Sumner County Educational Services Interlocal District 619

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 of the financial statement, the financial statement is prepared by **Sumner County Educational Services Interlocal District 619, Wellington, Kansas**, to meet the requirements of the State of 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 Accounting Principles Generally Accepted in the United States of America

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 **Sumner County Educational Services Interlocal District 619, Wellington, Kansas**, as of **June 30, 2019**, or changes in financial position and cash flows thereof for the year then ended.

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 **Sumner County Educational Services Interlocal District 619, Wellington, Kansas**, as of **June 30, 2019**, 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.

Report on 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, individual fund schedules of regulatory basis receipts and expenditures-actual, agency funds schedule of regulatory basis cash receipts and disbursements (Regulatory-Required Supplementary Information as listed in the table of contents) and schedule of expenditures of federal awards (Federal Award Information 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.

**Board of Education
Sumner County Educational Services Interlocal District 619**

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 financial statement as a whole, on the basis of accounting described in Note 1.

The 2018 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual (as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2018 basic financial statement upon which we rendered an unmodified opinion dated September 4, 2018. The 2018 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://da.ks.gov/ar/muniserv/>. Such 2018 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 2018 basic financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 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 2018 basic financial statement or to the 2018 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 2018 comparative information is fairly stated in all material respects in relation to the 2018 basic financial statement as a whole, on the basis of accounting described in Note 1.

Busby Ford & Reimer, LLC

Busby Ford & Reimer, LLC
September 9, 2019

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019**

| Fund | Beginning Unencumbered Cash Balance | Prior Year Canceled Encumbrances | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|------------------------------|---|--|---------------------|---------------------|--|--|------------------------|
| Special Purpose Funds | | | | | | | |
| Special Education | \$ 1,051,924 | \$ 0 | \$ 3,723,202 | \$ 3,567,237 | \$ 1,207,889 | \$ 0 | \$ 1,207,889 |
| Professional Development | 0 | 0 | 2,324 | 2,324 | 0 | 0 | 0 |
| Crossroads Academy | 0 | 0 | 405,962 | 405,962 | 0 | 0 | 0 |
| Continuous Improvement Grant | 0 | 0 | 19,012 | 19,012 | 0 | 0 | 0 |
| | <u>\$ 1,051,924</u> | <u>\$ 0</u> | <u>\$ 4,150,500</u> | <u>\$ 3,994,535</u> | <u>\$ 1,207,889</u> | <u>\$ 0</u> | <u>\$ 1,207,889</u> |

| | | |
|----------------------|----------------------|---------------------|
| Composition of Cash: | Checking Accounts | \$ 171,855 |
| | Money Market Account | <u>1,066,414</u> |
| | | 1,238,269 |
| | Agency Funds | <u>(30,380)</u> |
| | | <u>\$ 1,207,889</u> |

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

SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2019

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Sumner County Educational Services Interlocal District 619, Wellington, Kansas, represents a District established under State of Kansas statutes. The District was formed through an agreement of five Kansas Unified School Districts (Belle Plaine, Oxford, Argonia, Caldwell, and South Haven) located in and around Sumner County, Kansas to meet special education requirements at the primary and secondary levels. The District is governed by a Board of Directors comprised of one member from each member district. The District's financial statement includes all funds over which the Board of Directors exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

Special Purpose Funds-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.

Agency Funds-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.)

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

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 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 accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

Budget and Assessment Cycle

The District prepares a budget using the regulatory basis of accounting to determine assessment to member districts and other financial planning purposes. Assessments are made in two equal installments.

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2019**

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

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

A legal operating budget is not required for the following special purpose funds:

| | |
|-----------------------------------|-------------------------|
| Professional Development Fund | Crossroads Academy Fund |
| Continuous Improvement Grant Fund | |

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

Note 2 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

| | Transfer to: | | |
|-------------------|-----------------------------|-----------------------|------------|
| | Professional Development | Crossroads Academy | Total |
| Transfer from: | | | |
| Special Education | \$ 2,324 | \$ 269,612 | \$ 271,936 |

Note 3 - Postemployment 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 the 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.

SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2019

Note 4 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Note 5 - 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 of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 16.38% and 12.01%, respectively, for the fiscal year ended June 30, 2018. The actuarially determined employer contribution rate and the statutory contribution rate was 14.59% and 13.21% for the fiscal year ended June 30, 2019.

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year. The first year payment of \$6.4 million was received in July 2017.

Per 2017 Senate Substitute for House Bill 2002, Section 51(a), state general fund employer contributions to KPERS were decreased by \$194,022,683 for the fiscal year ended June 30, 2019. Section 56(19) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2020. The level dollar amount was computed to be \$19.4 million per year.

SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2019

The State of Kansas is required to contribute the statutory required employer's share. Since the District is considered a special funding situation, the District was not required to contribute amounts equal to the statutory contribution rate for the year ended June 30, 2019.

Net Pension Liability

The District is considered a special funding situation. The state contributes 100% of the contractually required employer contributions. However, they do make contributions directly to KPERS for KPERS retirees filling KPERS covered positions per K.S.A. 74-4937, "working after retirement" employees. The resulting proportional share of the "working after retirement" contributions and resulting net pension liability are attributable to the employer. At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$81,283. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. 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, 2018. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 6 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

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

Medicaid Payments

The District submits reports of time for providing medical services to children with disabilities to a third party. The third party reviews the reports and files claims for Medicaid reimbursement. Medicaid then pays the third party based on Medicaid's determination of allowed payment. The third party retains a percentage of the payment based on an agreement with the District and remits the remainder approximately monthly for the previous month's claims. Due to adjustments made by both the third party and Medicaid, the actual amount to be received by the District is undeterminable and has not been recorded. It will be recorded as received.

SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2019

Note 7 - Deposits:

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may 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, 2019.

At June 30, 2019, the District's carrying amount of deposits was \$1,238,269 and the bank balance was \$1,373,169. 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 remaining \$1,123,169 was collateralized with securities held by the pledging financial institution's agent in the District's name.

Note 8 - Subsequent Events:

The District has evaluated subsequent events through September 9, 2019, the date which the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019**

| Fund | Certified Budget | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance - Over (Under) |
|------------------------------|---------------------|--|--------------------------------|---|----------------------------|
| Special Purpose Funds | | | | | |
| Special Education | \$ 3,976,709 | \$ 0 | \$ 3,976,709 | \$ 3,567,237 | \$ (409,472) |
| Professional Development | XXXXXXXXXX | XXXXXXXXXX | XXXXXXXXXX | 2,324 | XXXXXXXXXX |
| Crossroads Academy | XXXXXXXXXX | XXXXXXXXXX | XXXXXXXXXX | 405,962 | XXXXXXXXXX |
| Continuous Improvement Grant | XXXXXXXXXX | XXXXXXXXXX | XXXXXXXXXX | 19,012 | XXXXXXXXXX |
| | <u>\$ 3,976,709</u> | <u>\$ 0</u> | <u>\$ 3,976,709</u> | <u>\$ 3,994,535</u> | <u>\$ (409,472)</u> |

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)**

| <u>Special Education Fund</u> | Prior Year | <u>Current Year</u> | | Variance - |
|------------------------------------|---------------------|---------------------|---------------------|-----------------------|
| | <u>Actual</u> | <u>Actual</u> | <u>Budget</u> | <u>Over (Under)</u> |
| Cash Receipts | | | | |
| Local Sources | \$ 2,985,917 | \$ 3,282,134 | \$ 3,522,420 | \$ (240,286) |
| State Sources | 0 | 312 | 851,740 | (851,428) |
| Federal Sources | 454,640 | 440,756 | 441,907 | (1,151) |
| | <u>3,440,557</u> | <u>3,723,202</u> | <u>\$ 4,816,067</u> | <u>\$ (1,092,865)</u> |
| Expenditures | | | | |
| Instruction | 1,833,868 | 2,099,666 | \$ 2,467,077 | \$ (367,411) |
| Student Support Services | 821,800 | 686,188 | 851,740 | (165,552) |
| Instruction Support Staff | 0 | 0 | 8,941 | (8,941) |
| General Administration | 377,120 | 342,702 | 402,976 | (60,274) |
| Operations & Maintenance | 27,657 | 37,076 | 44,300 | (7,224) |
| Student Transportation Services | 130,306 | 129,669 | 201,675 | (72,006) |
| Transfers | 243,948 | 271,936 | 0 | 271,936 |
| | <u>3,434,699</u> | <u>3,567,237</u> | <u>\$ 3,976,709</u> | <u>\$ (409,472)</u> |
| Receipts Over (Under) Expenditures | 5,858 | 155,965 | | |
| Unencumbered Cash, Beginning | 1,046,066 | 1,051,924 | | |
| Prior Year Canceled Encumbrances | <u>0</u> | <u>0</u> | | |
| Unencumbered Cash, Ending | <u>\$ 1,051,924</u> | <u>\$ 1,207,889</u> | | |

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)**

Professional Development Fund

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|------------------------------------|------------------------------|--------------------------------|
| Cash Receipts | | |
| Transfers | \$ 2,725 | \$ 2,324 |
| | <u>2,725</u> | <u>2,324</u> |
| Expenditures | | |
| Instructional Support Staff | <u>2,725</u> | <u>2,324</u> |
| | <u>2,725</u> | <u>2,324</u> |
| Receipts Over (Under) Expenditures | 0 | 0 |
| Unencumbered Cash, Beginning | 0 | 0 |
| Prior Year Canceled Encumbrances | <u>0</u> | <u>0</u> |
| Unencumbered Cash, Ending | <u>\$ 0</u> | <u>\$ 0</u> |

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)**

Crossroads Academy Fund

| | Prior Year <u>Actual</u> | Current Year <u>Actual</u> |
|------------------------------------|-----------------------------|-------------------------------|
| Cash Receipts | | |
| Local Sources | \$ 0 | \$ 136,350 |
| Transfers | <u>241,223</u> | <u>269,612</u> |
| | <u>241,223</u> | <u>405,962</u> |
| Expenditures | | |
| Instruction | 175,497 | 252,378 |
| Student Support Services | 838 | 55,571 |
| General Administration | 971 | 3,529 |
| School Administration | 0 | 73,809 |
| Operations & Maintenance | 19,346 | 20,675 |
| Student Transportation Services | <u>44,571</u> | <u>0</u> |
| | <u>241,223</u> | <u>405,962</u> |
| Receipts Over (Under) Expenditures | 0 | 0 |
| Unencumbered Cash, Beginning | 0 | 0 |
| Prior Year Canceled Encumbrances | <u>0</u> | <u>0</u> |
| Unencumbered Cash, Ending | <u>\$ 0</u> | <u>\$ 0</u> |

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2019
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)**

Continuous Improvement Grant Fund

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|------------------------------------|------------------------------|--------------------------------|
| Cash Receipts | | |
| Federal Sources | \$ 19,012 | \$ 19,012 |
| | <u>19,012</u> | <u>19,012</u> |
| Expenditures | | |
| Instruction | 2,414 | 1,512 |
| Student Support Services | 5,500 | 5,500 |
| Instruction Support Staff | 11,098 | 12,000 |
| | <u>19,012</u> | <u>19,012</u> |
| Receipts Over (Under) Expenditures | 0 | 0 |
| Unencumbered Cash, Beginning | 0 | 0 |
| Prior Year Canceled Encumbrances | <u>0</u> | <u>0</u> |
| Unencumbered Cash, Ending | <u>\$ 0</u> | <u>\$ 0</u> |

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
 AGENCY FUND
 SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
 REGULATORY BASIS
 FOR THE YEAR ENDED JUNE 30, 2019**

| Fund | Beginning Cash Balance | Cash Receipts | Cash Disbursements | Ending Cash Balance |
|-------------------|---------------------------|-------------------|-----------------------|------------------------|
| Health Insurance | \$ 40,132 | \$ 241,802 | \$ 253,755 | \$ 28,179 |
| Flexible Spending | 0 | 14,454 | 12,253 | 2,201 |
| Total | \$ 40,132 | \$ 256,256 | \$ 266,008 | \$ 30,380 |

FEDERAL AWARD INFORMATION

**SUMNER COUNTY EDUCATIONAL SERVICES INTERLOCAL DISTRICT 619
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2019**

| Grant Title | Federal CFDA No. | Program Amount | Unencumbered Cash 7-1-18 | Receipts | Expenditures | Unencumbered Cash 6-30-19 |
|---|---------------------|-------------------|--------------------------------|-------------------|-------------------|---------------------------------|
| (Passes Through Kansas Department of Education) | | | | | | |
| Department of Education | | | | | | |
| Special Education Grants to States | 84.027 | \$ 391,121 | \$ 0 | \$ 391,121 | \$ 391,121 | \$ 0 |
| Special Education Preschool Grants | 84.173 | 19,798 | 0 | 19,798 | 19,798 | 0 |
| | | <u>410,919</u> | <u>0</u> | <u>410,919</u> | <u>410,919</u> | <u>0</u> |
| (Passes Through Kansas Department of Social and Rehabilitation Services) | | | | | | |
| Department of Health and Human Services | | | | | | |
| Medical Assistance Program | 93.778 | 48,849 | 0 | 48,849 | 48,849 | 0 |
| Total Federal Awards | | <u>\$ 459,768</u> | <u>\$ 0</u> | <u>\$ 459,768</u> | <u>\$ 459,768</u> | <u>\$ 0</u> |