

**UNIFIED SCHOOL DISTRICT NO. 112**

Primary Government Financial Statement  
With Independent Auditors' Report

For the Year Ended June 30, 2019

**UNIFIED SCHOOL DISTRICT NO. 112**  
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Great Bend, Kansas 67530-4043

Certified  
Public  
Accountants

## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
**Unified School District No. 112**  
Holyrood, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Unified School District No. 112**, 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; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

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

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

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

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

As described in Note 1, the financial statement is prepared by **Unified School District No. 112** on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which

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

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matters discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Unified School District No. 112** as of June 30, 2019, or changes in financial position and cash flows thereof for the year then ended.

**Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Unified School District No. 112** 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.

**Other Matters**

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, summary of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of **Unified School District No. 112** as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated October 8, 2018, which contained an unmodified opinion on the basic financial statement. 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://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended June 30, 2019 (Schedule 2 as listed in the

table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 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 basic financial statement as a whole for the year ended June 30, 2018, on the basis of accounting described in Note 1.

*Adams, Brown, Beran & Ball, Chartered*

**ADAMS, BROWN, BERAN & BALL, CHTD.**

Certified Public Accountants

October 14, 2019

**UNIFIED SCHOOL DISTRICT NO. 112**  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
<b>Governmental Type Funds</b>							
<b>General Funds</b>							
General Fund	\$ -	-	4,218,111	4,218,111	-	798	798
Supplemental General Fund	106,050	-	1,518,059	1,491,063	133,046	31,383	164,429
<b>Special Purpose Funds</b>							
Capital Outlay Fund	419,051	-	795,619	703,894	510,776	41,725	552,501
Driver Training Fund	15,276	-	5,705	5,264	15,717	147	15,864
Food Service Fund	36,058	-	356,013	354,071	38,000	-	38,000
Professional Development Fund	9,849	-	23,548	23,126	10,271	-	10,271
Special Education Fund	132,715	-	872,448	873,472	131,691	-	131,691
Vocational Education Fund	8,557	-	215,091	214,148	9,500	681	10,181
Recreation Commission Fund	2,899	-	45,639	44,700	3,838	-	3,838
KPERS Special Retirement Contribution Fund	-	-	386,739	386,739	-	-	-
At-Risk (K-12) Fund	6,357	-	321,000	320,089	7,268	-	7,268
At-Risk (4 Year Old) Fund	7,238	-	85,500	84,753	7,985	-	7,985
Virtual Education Fund	6,668	-	91,000	89,976	7,692	128	7,820
Contingency Reserve Fund	384,654	-	5,133	269,779	120,008	-	120,008
Textbook Rental Fund	15,617	-	10,525	-	26,142	-	26,142
Title I Fund	-	-	70,906	70,906	-	-	-
Title II Fund	-	-	15,562	15,562	-	-	-
Title IV Fund	-	-	13,017	13,017	-	-	-
REAP Grant Fund	-	-	25,972	25,972	-	-	-
Special Gift Fund	2,524	-	9,416	5,708	6,232	-	6,232
District Activity Funds	52,665	-	129,760	137,248	45,177	-	45,177
<b>Bond and Interest Fund</b>							
Bond and Interest Fund	93,751	-	19,127	-	112,878	-	112,878
<b>Trust Fund</b>							
Scholarship Fund	1,063	-	-	1,000	63	-	63
<b>Total Primary Government (Excluding Agency Funds)</b>							
	\$ 1,300,992	-	9,233,890	9,348,598	1,186,284	74,862	1,261,146
<b>Composition of Cash</b>							
							\$ 740,314
							259,087
							350,000
							1,349,401
							(88,255)
							\$ 1,261,146

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

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2019

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### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Unified School District No. 112** has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

#### **Use of Estimates**

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reporting period. Actual results could differ from those estimates.

#### **Financial Reporting Entity**

The District is a municipal corporation governed by an elected seven-member board. This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

#### **Recreation Commission**

Clafin Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body, but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. Unaudited financial statements can be obtained by contacting the recreation commission's office.

The District is the primary government as defined in GASB #61. The board of education is elected by the public. The board has the authority to make decisions, levy taxes, influence operations and has the primary accountability in fiscal matters.

#### **Basis of Presentation – Fund Accounting**

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2019.

#### **Regulatory Basis Fund Types**

**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.

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2019

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

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

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

### **Basis of Accounting**

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 generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

### **Departure From Accounting Principles Generally Accepted in the United States of America**

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, 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. Capital assets that account for the land, buildings, and equipment owned by the District are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, and temporary notes are not presented in the financial statement.

### **Property Tax Calendar**

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

### **Restricted Assets**

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal



**UNIFIED SCHOOL DISTRICT NO. 112**

Notes to Financial Statement

June 30, 2019

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and state grant contracts. Also, cash is restricted in the trust and agency funds of the District for special purposes.

**Reimbursements**

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

**NOTE 2 – BUDGETARY INFORMATION**

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

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 year.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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 capital project funds, trust funds and the following special purpose funds: Contingency Reserve Fund, Textbook Rental Fund, Title I Fund, Title II Fund, Title IV Fund, REAP Grant Fund, and District Activity Funds.

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.

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2019

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### NOTE 3 – DEPOSITS AND INVESTMENTS

**Unified School District No. 112** follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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 K.S.A. 9-1405.

#### Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District does not use "peak periods". All deposits were not legally secured at June 30, 2019.

At June 30, 2019, the District's carrying amount of deposits was \$1,349,401 and the bank balance was \$1,662,720. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, \$727,132 was covered by federal depository insurance, \$799,214 was collateralized with securities held by the pledging financial institutions' agents in the District's name, and \$136,374 was unsecured.

#### Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The District had no investments at June 30, 2019.

### NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT

**Unified School District No. 112** received \$196,906 subsequent to June 30, 2019 and as required by K.S.A. 72-6417, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2019.

### NOTE 5 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as

**UNIFIED SCHOOL DISTRICT NO. 112**

Notes to Financial Statement

June 30, 2019

authorized by Kansas statutes. **Unified School District No. 112's** interfund transfers and regulatory authority for the year ended June 30, 2019 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Special Education Fund	K.S.A. 72-5167	\$ 672,375
General Fund	Contingency Reserve Fund	K.S.A. 72-5167	5,133
General Fund	At-Risk (4 Year Old) Fund	K.S.A. 72-5167	45,000
General Fund	At-Risk (K-12) Fund	K.S.A. 72-5167	150,000
General Fund	Vocational Education Fund	K.S.A. 72-5167	88,840
General Fund	Virtual Education Fund	K.S.A. 72-5167	80,000
General Fund	Professional Development Fund	K.S.A. 72-5167	15,000
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	5,000
Supplemental General Fund	At-Risk (4 Year Old) Fund	K.S.A. 72-5143	25,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	196,000
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-5143	126,251
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	120,000
Supplemental General Fund	Food Service Fund	K.S.A. 72-5143	41,722
Contingency Reserve Fund	At-Risk (4 Year Old) Fund	K.S.A. 72-5165	15,500
Contingency Reserve Fund	At-Risk (K-12) Fund	K.S.A. 72-5165	51,000
Contingency Reserve Fund	Virtual Education Fund	K.S.A. 72-5165	11,000
Contingency Reserve Fund	Food Service Fund	K.S.A. 72-5165	42,278

**NOTE 6 – LITIGATION**

**Unified School District No. 112** is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the District.

**NOTE 7 – RISK MANAGEMENT**

**Unified School District No. 112** 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 has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other districts in the State to participate in Kansas Association of School Boards Risk Management Services, a public entity risk pool currently operating as a common risk management and insurance program for 109 participating members.

The District pays an annual premium to Kansas Association of School Boards Risk Management Services for its workers' compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Risk Management Services will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Association of School Boards Risk Management Services management.

The District carries commercial insurance for all other risks of loss, including property, general liability, employee benefits liability, crime, automobile, educators legal liability, and employee surety bond. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2019

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### NOTE 8 – GRANTS AND SHARED REVENUES

**Unified School District No. 112** participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

### NOTE 9 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

**Unified School District No. 112** was not adequately secured as of June 30, 2019, which is a violation of K.S.A. 9-1402.

**Unified School District No. 112** did not purchase products or services offered by Kansas industries for the blind and severely disabled, which is in violation of K.S.A. 75-3317.

### NOTE 10 – DEFERRED COMPENSATION PLAN

**Unified School District No. 112** sponsors a deferred compensation plan under Internal Revenue Code Section 403(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The District is not required to make any contributions.

### NOTE 11 – DEFINED BENEFIT PENSION PLAN

#### General Information about the Pension Plan

##### Plan Description

**Unified School District No. 112** 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](http://www.kpers.org) or by writing to KPERS (611 S 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

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2019

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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%, respectively, 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 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.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$386,739 for the year ended June 30, 2019.

### **Net Pension Liability**

At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$5,742,820. 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, 2019. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. 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](http://www.kpers.org) or can be obtained as described above.

### **NOTE 12 – OTHER POST EMPLOYMENT BENEFITS**

As provided by K.S.A. 12-5040, **Unified School District No. 112** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

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

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered

## UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statement

June 30, 2019

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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, 2019.

### **NOTE 13 – COMPENSATED ABSENCES**

#### **Vacation**

**Unified School District No. 112's** policy regarding vacation is that full-time employees will receive vacation at the rate of 10 days per year. Twelve month contracted employees will receive vacation equal to the percentage of their employment. Employees who have completed 15 work years in the district or 15 combined years (combining years employed with USD 112 and years employed with a predecessor district, USD 354 or USD 328 prior to consolidation) receive 3 additional days of vacation per year. Vacation is non-accumulative. However, if an employee wants to carry over any unused vacation, it must be used by July 31<sup>st</sup> of the following fiscal year, with the approval of the building principal and/or Superintendent by June 30<sup>th</sup>. The Superintendent receives 20 days of vacation each year. He is able to carry over his current year vacation until October 31<sup>st</sup>. If not used by October 31<sup>st</sup>, the vacation is forfeited. The potential liability for vacation at June 30, 2019 was \$7,298. This is not reflected in the financial statement.

Newly hired classified employees hired for 12-month positions will accrue one day of vacation per month through the first year of employment and until the beginning of the first full fiscal year after being hired up to 10 days. Upon completion of the first year and at the beginning of the next fiscal year (July 1) the employee will receive 10 days of vacation per year. Part-time and temporary employees are not eligible for vacation. Employees terminating employment before June 30<sup>th</sup> of the respective fiscal year will be paid for unused vacation at their applicable hourly rate.

#### **Sick Leave**

Classified and certified employees are allowed annual sick leave of 10 days per year. Any unused sick leave may be carried over at the end of the year, but accumulated sick leave is limited to a maximum of 80 days for all District employees. Accumulated sick leave is not paid out if an employee terminates employment or retires.

The District will compensate classified employees at the rate of \$60 per day and certified employees at a rate of \$70 per day for unused sick leave in excess of 70 days, with the payment being made to the employees in their final check of the fiscal year, prior to June 30<sup>th</sup>. The number of sick leave days available to the employee will then be reduced by the number of days bought back. The days available for buy back will never exceed 10 days (the maximum 80 accumulated days less a maximum buy back of 10 days for those days in excess of 70).

#### **Personal Leave**

Classified and certified employees are granted three days per year for personal leave. Personal leave days are non-accumulative and must be used by June 30<sup>th</sup>. The District will compensate employees at the rate of \$60 per day for classified employees and \$70 per day for certified employees for unused personal leave, with the payment being made to the employees in their final check of the fiscal year, prior to June 30<sup>th</sup>.

#### **Comp Time**

Full-time employees (custodians and district office personnel) may elect to earn compensatory time instead of overtime for hours worked outside their contract hours. Compensatory hours shall be computed at the same rate as overtime. All compensatory hours must be taken by June 30<sup>th</sup> of each calendar year. The maximum number of compensatory hours which may be accumulated at any time in a calendar year is 45, after which, the hours must be used or turned in as overtime.

**UNIFIED SCHOOL DISTRICT NO. 112**  
Notes to Financial Statement  
June 30, 2019

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**NOTE 14 – LONG-TERM DEBT**

**Unified School District No. 112** has the following types of long-term debt.

**Lease Obligations**

The District has entered into a lease agreement for equipment. The lease contains a fiscal funding clause.

**UNIFIED SCHOOL DISTRICT NO. 112**

Notes to Financial Statement

June 30, 2019

Changes in long-term liabilities for the District for the year ended June 30, 2019, were as follows:

	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
<b>Capital Lease</b>									
CPMS - Bushton HVAC System Lease	2.69%	10/30/2017	\$ 820,952	10/30/2027	\$ <u>820,952</u>	<u>-</u>	<u>(72,648)</u>	<u><b>748,304</b></u>	<u>22,084</u>

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

	YEAR						<b>Total</b>
	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025-2027</u>	
Principal	\$ 74,603	76,609	78,670	80,786	82,960	354,676	748,304
Interest	<u>20,129</u>	<u>18,123</u>	<u>16,062</u>	<u>13,946</u>	<u>11,772</u>	<u>24,165</u>	<u>104,197</u>
<b>Total Principal and Interest</b>	\$ <u><b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>94,732</b></u>	<u><b>378,841</b></u>	<u><b>852,501</b></u>



**UNIFIED SCHOOL DISTRICT NO. 112**

Regulatory-Required Supplementary Information

**UNIFIED SCHOOL DISTRICT NO. 112**  
 Summary of Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended June 30, 2019

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	<b>Expenditures Chargeable to Current Year</b>	Variance Over (Under)
<b>Governmental Type Funds</b>						
<b>General Funds</b>						
General Fund	\$ 4,374,207	(165,093)	8,997	4,218,111	<b>4,218,111</b>	-
Supplemental General Fund	1,528,935	(45,489)	7,617	1,491,063	<b>1,491,063</b>	-
<b>Special Purpose Funds</b>						
Capital Outlay Fund	1,000,000	-	-	1,000,000	<b>703,894</b>	(296,106)
Driver Training Fund	10,300	-	-	10,300	<b>5,264</b>	(5,036)
Food Service Fund	393,000	-	-	393,000	<b>354,071</b>	(38,929)
Professional Development Fund	30,000	-	-	30,000	<b>23,126</b>	(6,874)
Special Education Fund	886,550	-	-	886,550	<b>873,472</b>	(13,078)
Vocational Education Fund	218,000	-	-	218,000	<b>214,148</b>	(3,852)
Recreation Commission Fund	44,700	-	-	44,700	<b>44,700</b>	-
KPERS Special Retirement Contribution Fund	608,548	-	-	608,548	<b>386,739</b>	(221,809)
At-Risk (K-12) Fund	369,800	-	-	369,800	<b>320,089</b>	(49,711)
At-Risk (4 Year Old) Fund	85,300	-	-	85,300	<b>84,753</b>	(547)
Virtual Education Fund	108,200	-	-	108,200	<b>89,976</b>	(18,224)
Special Gift Fund	16,406	-	-	16,406	<b>5,708</b>	(10,698)

**UNIFIED SCHOOL DISTRICT NO. 112**  
**General Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
Mineral Severance Tax	\$ 20,103	<b>20,430</b>	23,000	(2,570)
Equalization Aid	3,588,401	<b>3,621,309</b>	3,764,007	(142,698)
State Aid	484,831	<b>567,375</b>	587,200	(19,825)
Other State Aid	400	-	-	-
Fees	10,283	<b>8,997</b>	-	8,997
<b>Total Receipts</b>	<u>4,104,018</u>	<u><b>4,218,111</b></u>	<u>4,374,207</u>	<u>(156,096)</u>
<b>Expenditures</b>				
Instruction	2,129,508	<b>1,997,855</b>	2,070,634	(72,779)
Student Support Services	192,455	<b>219,786</b>	210,723	9,063
Instructional Support Services	62,306	<b>63,340</b>	48,050	15,290
General Administration	272,565	<b>266,484</b>	264,500	1,984
School Administration	407,734	<b>409,626</b>	405,700	3,926
Operations and Maintenance	20,307	<b>21,982</b>	30,200	(8,218)
Student Transportation Services	176,016	<b>182,690</b>	164,400	18,290
Transfers Out	843,127	<b>1,056,348</b>	1,180,000	(123,652)
Adjustment to Comply with Legal Max	-	-	(165,093)	165,093
Legal General Fund Budget	4,104,018	<b>4,218,111</b>	4,209,114	8,997
(a) Adjustment for Qualifying Budget Credits	-	-	8,997	(8,997)
<b>Total Expenditures and Legal General Fund Budget</b>	<u>4,104,018</u>	<u><b>4,218,111</b></u>	<u>4,218,111</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	-	-		
<b>Unencumbered Cash - Beginning</b>	-	-		
<b>Unencumbered Cash - Ending</b>	\$ -	-		
<b>(a) Adjustment for Qualifying Budget Credits</b>			\$ 8,997	
Fees Over Amount Budgeted			<u>8,997</u>	

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Supplemental General Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 1,411,791	<b>1,510,442</b>	1,554,962	(44,520)
Intergovernmental Revenues				
Federal Aid	150	<b>157</b>	-	157
Other Local Sources				
Fees	7,765	<b>7,460</b>	-	7,460
Miscellaneous	-	-	10,000	(10,000)
<b>Total Receipts</b>	<u>1,419,706</u>	<u><b>1,518,059</b></u>	<u>1,564,962</u>	<u>(46,903)</u>
<b>Expenditures</b>				
Instruction	428,225	<b>420,530</b>	413,635	6,895
Student Support Services	179,215	<b>159,746</b>	154,900	4,846
Instructional Support Services	23,172	<b>30,546</b>	21,500	9,046
General Administration	25,639	<b>39,221</b>	30,500	8,721
School Administration	28,949	<b>29,693</b>	28,900	793
Operations and Maintenance	157,471	<b>204,278</b>	298,500	(94,222)
Student Transportation Services	92,407	<b>93,076</b>	91,000	2,076
Transfers Out	452,810	<b>513,973</b>	490,000	23,973
Adjustment to Comply with Legal Max	-	-	(45,489)	45,489
Legal Supplemental General Fund Budget	1,387,888	<b>1,491,063</b>	1,483,446	7,617
(a) Adjustment for Qualifying Budget Credit	-	-	7,617	(7,617)
<b>Total Expenditures and Legal Supplemental General Fund Budget</b>	<u>1,387,888</u>	<u><b>1,491,063</b></u>	<u>1,491,063</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	31,818	<b>26,996</b>		
<b>Unencumbered Cash - Beginning</b>	<u>74,232</u>	<u><b>106,050</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>106,050</u>	<u><b>133,046</b></u>		
<b>(a) Adjustment for Qualifying Budget Credit</b>				
Fees Over Amount Budgeted			\$ 7,460	
Federal Aid Over Amount Budgeted			157	
<b>Total</b>			\$ <u>7,617</u>	

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Capital Outlay Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 745,462	<b>690,737</b>	658,645	32,092
Other Local Sources				
Miscellaneous Revenue	2,093	<b>292</b>	22,000	(21,708)
Royalties - Broadband Agreement	11,160	<b>14,130</b>	-	14,130
Refunds and Reimbursements	5,695	<b>77,981</b>	-	77,981
Sale of Assets	975	<b>715</b>	-	715
Interest on Idle Funds	11,157	<b>11,764</b>	13,000	(1,236)
<b>Total Receipts</b>	<u>776,542</u>	<u><b>795,619</b></u>	<u>693,645</u>	<u>101,974</u>
<b>Expenditures</b>				
Instruction	102,871	<b>101,158</b>	226,000	(124,842)
School Administration	9,673	<b>16,637</b>	-	16,637
General Administration	65,065	<b>6,904</b>	30,000	(23,096)
Operations and Maintenance	533,501	<b>402,541</b>	403,500	(959)
Transportation	73,000	<b>57,390</b>	145,000	(87,610)
Other Supplemental Services	3,398	<b>3,398</b>	25,000	(21,602)
Facility Acquisition and Construction	38,599	<b>21,134</b>	68,500	(47,366)
Debt Service	-	<b>94,732</b>	102,000	(7,268)
<b>Total Expenditures</b>	<u>826,107</u>	<u><b>703,894</b></u>	<u>1,000,000</u>	<u>(296,106)</u>
<b>Receipts Over (Under) Expenditures</b>	(49,565)	<b>91,725</b>		
<b>Unencumbered Cash - Beginning</b>	467,939	<b>419,051</b>		
<b>Prior Year Cancelled Encumbrances</b>	<u>677</u>	<u>-</u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>419,051</u>	<u><b>510,776</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Driver Training Fund**  
 Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
State Aid	\$ 4,224	<b>2,793</b>	3,250	(457)
Other Local Sources				
Student Fees	2,240	<b>2,912</b>	3,000	(88)
<b>Total Receipts</b>	6,464	<b>5,705</b>	<u>6,250</u>	<u>(545)</u>
<b>Expenditures</b>				
Instruction	5,453	<b>5,032</b>	8,800	(3,768)
Vehicle Operating Services	573	<b>232</b>	1,500	(1,268)
<b>Total Expenditures</b>	6,026	<b>5,264</b>	<u>10,300</u>	<u>(5,036)</u>
<b>Receipts Over (Under) Expenditures</b>	438	<b>441</b>		
<b>Unencumbered Cash - Beginning</b>	14,838	<b>15,276</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>15,276</u>	<u><b>15,717</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Food Service Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
State Aid	\$ 2,917	<b>2,909</b>	2,376	533
Federal Aid	167,841	<b>163,472</b>	160,027	3,445
Other Local Sources				
Receipts - Students	89,533	<b>96,287</b>	88,470	7,817
Receipts - Adults	10,011	<b>9,345</b>	20,678	(11,333)
Transfers In	100,000	<b>84,000</b>	120,000	(36,000)
<b>Total Receipts</b>	370,302	<b>356,013</b>	<u>391,551</u>	<u>(35,538)</u>
<b>Expenditures</b>				
Food Service Operation	364,467	<b>354,071</b>	<u>393,000</u>	<u>(38,929)</u>
<b>Receipts Over (Under) Expenditures</b>	5,835	<b>1,942</b>		
<b>Unencumbered Cash - Beginning</b>	30,223	<b>36,058</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>36,058</u>	<u><b>38,000</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Professional Development Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenues				
State Aid	\$ 4,395	<b>3,548</b>	3,750	202
Other Local Sources				
Transfers In	25,000	<b>20,000</b>	30,000	(10,000)
<b>Total Receipts</b>	29,395	<b>23,548</b>	<u>33,750</u>	<u>(9,798)</u>
<b>Expenditures</b>				
Instructional Support Services	24,654	<b>23,126</b>	<u>30,000</u>	<u>(6,874)</u>
<b>Receipts Over (Under) Expenditures</b>	4,741	<b>422</b>		
<b>Unencumbered Cash - Beginning</b>	5,108	<b>9,849</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>9,849</u>	<u><b>10,271</b></u>		



**UNIFIED SCHOOL DISTRICT NO. 112**  
**Special Education Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Federal Aid	\$ 2,665	-	-	-
Other Local Sources				
Miscellaneous Revenue	3,673	<b>4,073</b>	5,000	(927)
Transfers In	749,422	<b>868,375</b>	750,000	118,375
<b>Total Receipts</b>	<u>755,760</u>	<u><b>872,448</b></u>	<u>755,000</u>	<u>117,448</u>
<b>Expenditures</b>				
Instruction	690,320	<b>786,532</b>	812,000	(25,468)
Vehicle Operating Services	73,409	<b>86,940</b>	74,550	12,390
<b>Total Expenditures</b>	<u>763,729</u>	<u><b>873,472</b></u>	<u>886,550</u>	<u>(13,078)</u>
<b>Receipts Over (Under) Expenditures</b>	(7,969)	<b>(1,024)</b>		
<b>Unencumbered Cash - Beginning</b>	<u>140,684</u>	<u><b>132,715</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u>132,715</u>	<u><b>131,691</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Vocational Education Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 215,000	<b>215,091</b>	<u>210,000</u>	<u>5,091</u>
<b>Expenditures</b>				
Instruction	211,971	<b>214,148</b>	218,000	(3,852)
Operations and Maintenance	<u>460</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Expenditures</b>	<u>212,431</u>	<u><b>214,148</b></u>	<u><u>218,000</u></u>	<u><u>(3,852)</u></u>
<b>Receipts Over (Under) Expenditures</b>	2,569	<b>943</b>		
<b>Unencumbered Cash - Beginning</b>	<u>5,988</u>	<u><b>8,557</b></u>		
<b>Unencumbered Cash - Ending</b>	\$ <u><u>8,557</u></u>	<u><u><b>9,500</b></u></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Recreation Commission Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 43,117	<b>45,639</b>	<u>42,092</u>	<u>3,547</u>
<b>Expenditures</b>				
Community Service Operations	40,218	<b>44,700</b>	<u>44,700</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	2,899	<b>939</b>		
<b>Unencumbered Cash - Beginning</b>	-	<b>2,899</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>2,899</u>	<u><b>3,838</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**KPERS Special Retirement Contribution Fund**  
 Schedule of 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
<b>Receipts</b>				
Intergovernmental Revenue				
State Aid	\$ 460,742	<b>386,739</b>	<u>608,548</u>	<u>(221,809)</u>
<b>Expenditures</b>				
Instruction	296,846	<b>247,159</b>	395,557	(148,398)
Student Support Services	23,519	<b>24,045</b>	31,064	(7,019)
Instructional Support Services	5,461	<b>5,409</b>	7,213	(1,804)
General Administration	23,708	<b>19,952</b>	31,312	(11,360)
School Administration	42,245	<b>34,634</b>	55,797	(21,163)
Operations and Maintenance	29,477	<b>23,577</b>	38,933	(15,356)
Student Transportation Services	19,732	<b>15,655</b>	26,062	(10,407)
Food Service Operation	19,754	<b>16,308</b>	<u>22,610</u>	<u>(6,302)</u>
<b>Total Expenditures</b>	<u>460,742</u>	<u><b>386,739</b></u>	<u><u>608,548</u></u>	<u><u>(221,809)</u></u>
<b>Receipts Over (Under) Expenditures</b>	-	-		
<b>Unencumbered Cash - Beginning</b>	-	-		
<b>Unencumbered Cash - Ending</b>	\$ -	-		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**At-Risk (K-12) Fund**  
 Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 353,219	<b>321,000</b>	<u>370,000</u>	<u>(49,000)</u>
<b>Expenditures</b>				
Instruction	<u>352,682</u>	<b>320,089</b>	<u>369,800</u>	<u>(49,711)</u>
<b>Receipts Over (Under) Expenditures</b>	537	<b>911</b>		
<b>Unencumbered Cash - Beginning</b>	<u>5,820</u>	<b>6,357</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>6,357</u>	<b>7,268</b>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**At-Risk (4 Year Old) Fund**  
 Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Transfers In	\$ 86,000	<b>85,500</b>	<u>90,000</u>	<u>(4,500)</u>
<b>Expenditures</b>				
Instruction	83,778	<b>84,753</b>	<u>85,300</u>	<u>(547)</u>
<b>Receipts Over (Under) Expenditures</b>	2,222	<b>747</b>		
<b>Unencumbered Cash - Beginning</b>	5,016	<b>7,238</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>7,238</u>	<u><b>7,985</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Virtual Education Fund**  
Schedule of 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
<b>Receipts</b>				
Other Local Sources				
Miscellaneous	\$ 1,625	-	2,500	(2,500)
Transfers In	85,000	<b>91,000</b>	100,000	(9,000)
<b>Total Receipts</b>	86,625	<b>91,000</b>	<b>102,500</b>	<b>(11,500)</b>
<b>Expenditures</b>				
Instruction	84,942	<b>87,161</b>	101,200	(14,039)
School Administration	499	<b>778</b>	1,500	(722)
Operations and Maintenance	1,952	<b>2,037</b>	5,500	(3,463)
<b>Total Expenditures</b>	87,393	<b>89,976</b>	<b>108,200</b>	<b>(18,224)</b>
<b>Receipts Over (Under) Expenditures</b>	(768)	<b>1,024</b>		
<b>Unencumbered Cash - Beginning</b>	7,436	<b>6,668</b>		
<b>Unencumbered Cash - Ending</b>	\$ 6,668	<b>7,692</b>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Contingency Reserve Fund**  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
<b>Receipts</b>		
Transfers In	\$ <u>12,296</u>	<u>5,133</u>
<b>Expenditures</b>		
Operations and Maintenance	-	<b>150,001</b>
Transfers Out	<u>330,000</u>	<u>119,778</u>
<b>Total Expenditures</b>	<u>330,000</u>	<u>269,779</u>
<b>Receipts Over (Under) Expenditures</b>	(317,704)	<b>(264,646)</b>
<b>Unencumbered Cash - Beginning</b>	<u>702,358</u>	<u>384,654</u>
<b>Unencumbered Cash - Ending</b>	\$ <u><u>384,654</u></u>	<u><u>120,008</u></u>



**UNIFIED SCHOOL DISTRICT NO. 112**  
**Textbook Rental Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
<b>Receipts</b>		
Other Local Sources		
Book Rental Fees	\$ 10,020	<b>10,525</b>
<b>Expenditures</b>		
Instruction	<u>955</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	9,065	<b>10,525</b>
<b>Unencumbered Cash - Beginning</b>	<u>6,552</u>	<u><b>15,617</b></u>
<b>Unencumbered Cash - Ending</b>	\$ <u><u>15,617</u></u>	<u><u><b>26,142</b></u></u>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Title I Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 71,378	<b>70,906</b>
<b>Expenditures</b>		
Instruction	71,378	<b>70,906</b>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Title II Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 15,981	<b>15,562</b>
<b>Expenditures</b>		
Instruction	15,981	<b>15,562</b>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Title IV Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 1,933	13,017
<b>Expenditures</b>		
Instruction	1,933	13,017
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	-	-
<b>Unencumbered Cash - Ending</b>	\$ -	-

**UNIFIED SCHOOL DISTRICT NO. 112**  
**REAP Grant Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
<b>Receipts</b>		
Intergovernmental Revenues		
Federal Aid	\$ 24,148	<b>25,972</b>
<b>Expenditures</b>		
Instruction	<u>24,148</u>	<u><b>25,972</b></u>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	<u>-</u>	<u>-</u>
<b>Unencumbered Cash - Ending</b>	\$ <u><u>-</u></u>	<u><u>-</u></u>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Special Gift Fund**  
 Schedule of 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)

	Prior Year Actual	Current Year		Variance Over Budget
		Actual	Budget	
<b>Receipts</b>				
State Aid	\$ -	<b>9,416</b>	12,406	(2,990)
Donations	1,410	-	-	-
<b>Total Receipts</b>	1,410	<b>9,416</b>	<u>12,406</u>	<u>(2,990)</u>
<b>Expenditures</b>				
Grant Expenditures	5,882	<b>5,708</b>	<u>16,406</u>	<u>(10,698)</u>
<b>Receipts Over (Under) Expenditures</b>	(4,472)	<b>3,708</b>		
<b>Unencumbered Cash - Beginning</b>	6,996	<b>2,524</b>		
<b>Unencumbered Cash - Ending</b>	\$ <u>2,524</u>	<u><b>6,232</b></u>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Bond and Interest Fund**  
 Schedule of 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts</b>				
Taxes and Shared Revenues				
Taxes	\$ 40,426	<b>19,127</b>	13,054	6,073
<b>Expenditures</b>				
Principal	690,000	-	-	-
Interest	6,900	-	-	-
<b>Total Expenditures</b>	696,900	-	-	-
<b>Receipts Over (Under) Expenditures</b>	(656,474)	<b>19,127</b>		
<b>Unencumbered Cash - Beginning</b>	750,225	<b>93,751</b>		
<b>Unencumbered Cash - Ending</b>	\$ 93,751	<b>112,878</b>		

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Capital Projects Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
<b>Receipts</b>		
Lease Proceeds	\$ 820,952	-
<b>Expenditures</b>		
Capital Outlay	<u>820,952</u>	<u>-</u>
<b>Receipts Over (Under) Expenditures</b>	-	-
<b>Unencumbered Cash - Beginning</b>	<u>-</u>	<u>-</u>
<b>Unencumbered Cash - Ending</b>	\$ <u><u>-</u></u>	<u><u>-</u></u>



**UNIFIED SCHOOL DISTRICT NO. 112**  
**Scholarship Fund**  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended June 30, 2019  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
<b>Receipts</b>		
Donations	\$ 1,000	-
<b>Expenditures</b>		
Scholarships Awarded	<u>1,000</u>	<u>1,000</u>
<b>Receipts Over (Under) Expenditures</b>	-	<b>(1,000)</b>
<b>Unencumbered Cash - Beginning</b>	<u>1,063</u>	<u>1,063</u>
<b>Unencumbered Cash - Ending</b>	\$ <u><u>1,063</u></u>	<u><u>63</u></u>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Agency Funds**  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2019

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
<b>Central Plains Jr/Sr High School</b>				
Angel Tree	\$ 230	205	435	-
Band	2,046	2,929	2,018	2,957
FCCLA	3,226	354	430	3,150
FFA	8,691	3,345	5,185	6,851
Class of 2018	266	-	266	-
Class of 2019	4,691	134	3,993	832
Class of 2020	4,482	2,579	3,533	3,528
Class of 2021	527	6,817	2,408	4,936
Class of 2022	-	466	-	466
NHS	634	711	791	554
Renaissance	2,268	1,952	3,222	998
Oilers & Company	3,203	10,205	9,898	3,510
O-Club	15,992	13,575	16,277	13,290
High School Cheerleaders	3,580	14,138	14,738	2,980
Junior High Cheerleaders	930	1,424	1,678	676
Service Project	-	340	340	-
Student Activities	356	471	827	-
STUCO - Senior High School	641	570	624	587
Yearbook	6,180	5,389	6,669	4,900
Scholar's Bowl	361	-	85	276
<b>Total Central Plains Jr/Sr High School</b>	<b>58,074</b>	<b>65,604</b>	<b>73,417</b>	<b>50,491</b>
<b>Wilson High School</b>				
High School Cheerleaders	938	1,593	1,819	712
Junior High Cheerleaders	856	48	311	593
Art Club	70	-	-	70
Band	1,057	-	-	1,057
Class of 2017	68	-	-	68
Class of 2018	119	-	-	119
Class of 2019	3,803	1,920	5,511	212
Class of 2020	804	7,480	3,712	4,572
Class of 2021	733	1,103	104	1,732
Class of 2022	399	650	31	1,018
Class of 2023	50	895	12	933
Dramatic Arts Club	770	-	-	770
FFA	4,040	15,178	11,939	7,279
Forensics	51	-	42	9
LLC Local Funds	-	198	-	198
Musical	412	-	-	412
NHS	1,203	86	770	519
Science Club	1,177	678	660	1,195
Student Council	2,365	2,030	2,437	1,958
Yearbook	14,123	4,439	5,816	12,746
<b>Total Wilson High School</b>	<b>\$ 33,038</b>	<b>36,298</b>	<b>33,164</b>	<b>36,172</b>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**Agency Funds**  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2019

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
<b>Central Plains Elementary School</b>				
Holyrood Lions Club	\$ 1,327	500	328	<b>1,499</b>
<b>Sales Tax Clearing Fund</b>	255	8,859	9,021	<b>93</b>
<b>Total</b>	\$ 92,694	111,261	115,930	<b>88,255</b>

**UNIFIED SCHOOL DISTRICT NO. 112**  
**District Activity Funds**  
Schedule of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
<b>Gate Receipts</b>							
<b>Central Plains Jr/Sr High School</b>							
Athletics	\$ 8,682	-	44,776	48,798	4,660	-	4,660
Athletics - Middle School	1,153	-	1,059	2,212	-	-	-
Play	4,103	-	1,608	2,379	3,332	-	3,332
<b>Total Central Plains Jr/Sr High School</b>	<b>13,938</b>	<b>-</b>	<b>47,443</b>	<b>53,389</b>	<b>7,992</b>	<b>-</b>	<b>7,992</b>
<b>Wilson High School</b>							
Athletics	3,739	-	13,780	14,247	3,272	-	3,272
<b>Total Gate Receipts</b>	<b>18,830</b>	<b>-</b>	<b>62,282</b>	<b>69,848</b>	<b>11,264</b>	<b>-</b>	<b>11,264</b>
<b>School Projects</b>							
<b>Central Plains Jr/Sr High School</b>							
Concessions	9,010	-	39,474	38,474	10,010	-	10,010
Concessions - Middle School	298	-	-	298	-	-	-
Vending	450	-	1,358	1,808	-	-	-
<b>Total Central Plains Jr/Sr High School</b>	<b>9,758</b>	<b>-</b>	<b>40,832</b>	<b>40,580</b>	<b>10,010</b>	<b>-</b>	<b>10,010</b>
<b>Wilson High School</b>							
Concessions	-	-	10,735	10,735	-	-	-
Library	913	-	7,721	5,928	2,706	-	2,706
Dragon Account	9,781	-	2,336	2,613	9,504	-	9,504
Pencil Income	75	-	81	85	71	-	71
<b>Total Wilson High School</b>	<b>\$ 10,769</b>	<b>-</b>	<b>20,873</b>	<b>19,361</b>	<b>12,281</b>	<b>-</b>	<b>12,281</b>
<b>Central Plains Elementary School</b>							
Elementary Activities	3,596	-	6,843	4,994	5,445	-	5,445
Carnival Fund	10,460	-	288	4,571	6,177	-	6,177
<b>Total Central Plains Elementary School</b>	<b>14,056</b>	<b>-</b>	<b>7,131</b>	<b>9,565</b>	<b>11,622</b>	<b>-</b>	<b>11,622</b>
<b>Total School Projects</b>	<b>33,835</b>	<b>-</b>	<b>67,478</b>	<b>67,400</b>	<b>33,913</b>	<b>-</b>	<b>33,913</b>
<b>Total District Activity Funds</b>	<b>\$ 52,665</b>	<b>-</b>	<b>129,760</b>	<b>137,248</b>	<b>45,177</b>	<b>-</b>	<b>45,177</b>