

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2019

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UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 210
Hugoton, Kansas 67951

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 210, as of and for the fiscal 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.

Auditor's Responsibility

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

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

To the Board of Education
Unified School District No. 210
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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 210 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 210 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. 210 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, schedule of regulatory basis receipts and expenditures-agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered

To the Board of Education
Unified School District No. 210
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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*. The schedule of expenditures of federal awards (Schedule 5 as listed in the table of contents) is presented for analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statement. 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. 210 as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated September 25, 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://www.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.

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Unified School District No. 210
Hugoton, Kansas 67951

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Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 23, 2019, on our consideration of Unified School District No. 210's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 210's internal control over financial reporting and compliance.

Hay•Rice & Associates, Chartered

Hay•Rice & Associates, Chartered

September 23, 2019

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS

To the Board of Education
Unified School District No. 210
Hugoton, Kansas 67951

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Unified School District No. 210, as of and for the fiscal year ended June 30, 2019, and the related notes to the financial statement, which comprise Unified School District No. 210's basic financial statement, and have issued our report thereon dated September 23, 2019, which was qualified because Unified School District No. 210 prepares its financial statements 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.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

To the Board of Education
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Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 210's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hay•Rice & Associates, Chartered

Hay•Rice & Associates, Chartered

September 23, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
For the fiscal year ended June 30, 2019

<u>Funds</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash Balance</u>	<u>Add</u> <u>Encumbrances</u> <u>& Accounts</u> <u>Payable</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
General Funds:						
General	\$ -	\$ 7,624,371	\$ 7,624,371	\$ -	\$ 43,544	\$ 43,544
Supplemental General	88,496	2,499,826	2,444,271	144,051	3,373	147,424
Special Purpose Funds:						
Bilingual Education	-	356,524	356,524	-	930	930
Capital Outlay	1,335,255	994,716	1,259,616	1,070,355	166	1,070,521
Driver Training	45,620	15,132	2,488	58,264	448	58,712
Food Service	112,194	671,797	671,935	112,056	30	112,086
Professional Development	57,616	29,796	29,849	57,563	-	57,563
Parent Education	-	43,379	43,379	-	-	-
Special Education	366,715	852,054	868,207	350,562	1	350,563
Vocational Education	-	139,677	139,677	-	529	529
KPERs Retirement Contribution	-	678,117	678,117	-	-	-
At Risk K-12	-	1,070,822	1,070,822	-	5,329	5,329
At Risk 4 Year Old	-	131,906	131,906	-	1,036	1,036
Gifts and Contributions	57,477	12,913	11,202	59,188	-	59,188
Recreation Commission	10,276	488,342	485,000	13,618	-	13,618
Recreation Comm. Employees' Benefits	4,654	96,139	95,000	5,793	-	5,793
Textbook Rental	18,275	18,138	26,157	10,256	-	10,256
Scholarship	9,963	74	-	10,037	-	10,037
Title I Low Income	-	201,404	201,404	-	1,617	1,617
Title I Migrant	-	90,000	90,000	-	1	1
Title II Improving Teacher Quality	-	30,837	30,837	-	-	-
Title III English Language	-	27,063	27,063	-	209	209
Contingency Reserve	720,720	100,000	100,000	720,720	-	720,720
Self-Funded Insurance	466,725	1,520,954	1,460,199	527,480	-	527,480
Title IV 21st Century	-	75,000	75,000	-	2	2
Reading Road Maps	(2,706)	147,998	144,046	1,246	103	1,349
District Activities	17,718	47,045	49,444	15,319	-	15,319
Debt Service Fund – Bond and Interest	<u>2,231,986</u>	<u>1,892,967</u>	<u>1,912,388</u>	<u>2,212,565</u>	<u>-</u>	<u>2,212,565</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$5,540,984</u>	<u>\$19,856,991</u>	<u>\$20,028,902</u>	<u>\$5,369,073</u>	<u>\$ 57,318</u>	<u>\$5,426,391</u>

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

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Statement 1
(Continued)

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH – REGULATORY BASIS

For the fiscal year ended June 30, 2019

Composition of Cash:	
District checking account	\$ 564,965
Elementary School checking account	9,156
High School checking account	152,485
Money Market accounts	4,836,069
Certificates of Deposit	<u>10,037</u>
Total Cash	\$5,572,712
Agency Funds per Schedule 3	<u>(146,321)</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$5,426,391</u>

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

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2019

Note 1: Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 210 is a municipal corporation governed by an elected seven-member board. This regulatory financial statement presents only Unified School District No. 210 (the municipality). The following related municipal entity is not included in the Unified School District No. 210's reporting entity:

Recreation Commission

Unified School District No. 210 Recreation Commission oversees recreational activities. The Recreation Commission operates as a separate governing body but Unified School District No. 210 levies the taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute, K.S.A. 12-1928. The Recreation Commission cannot purchase real property but can acquire real property by gift.

Fund Descriptions

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

Regulatory Basis Fund Types

The following regulatory basis fund types comprise the financial activities of the School District for the fiscal year ended June 30, 2019:

Governmental Funds:

General Fund – The Chief Operating Fund – used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Governmental Funds (Continued):

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

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

Fiduciary Funds:

Agency Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

Basis of Accounting

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 municipality 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 municipality to use the regulatory basis of accounting.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Basis of Accounting (Continued)

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

Other Accounting Policies

Cash and Time Deposits

These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate.

Time deposits are carried at cost plus accrued interest. The carrying amount of deposits is separately displayed as "cash and time deposits".

General Fixed Assets

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

Vouchers Payable

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

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Other Accounting Policies (Continued)

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds.

In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balances

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

Bonds Payable

Bonds which are outstanding at the end of the fiscal year.

Budgetary Information

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

1. Preparation of the budget for the succeeding fiscal year ending June 30 on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this fiscal year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

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

Learn and Play Project	Title III English Language
Textbook Rental	Contingency Reserve
Scholarship	Self-Funded Insurance
Title I Low Income	Title IV 21st Century
Title I Migrant	Reading Road Maps
Title II Improving Teacher Quality	District Activities

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. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 2: Stewardship, Compliance and Accountability

Compliance with Kansas Statutes

Contrary to the provisions of K.S.A. 72-8208d, the School District's treasurer did not reconcile bank balances.

Contrary to the provisions of K.S.A. 79-2935, the expenditures in the Parent Education Fund exceeded the adopted budget.

Authorized Over-Encumbered Cash Balance – Federal Funds

K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

Note 3: Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by Unified School District No. 210. The statute requires banks eligible to hold the School District's funds have a main or branch bank in the county in which Unified School District No. 210 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. Unified School District No. 210 has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits Unified School District No. 210'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. Unified School District No. 210 has no investment policy that would further limit its investment choices.

Concentration of Credit Risk – State statutes place no limit on the amount Unified School District No. 210 may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019
(Continued)

Note 3: Deposits and Investments (Continued)

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, Unified School District No. 210’s deposits may not be returned to it. State statutes require Unified School District No. 210’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%.

At June 30, 2019, Unified School District No. 210’s carrying amount of deposits was \$5,572,712 and the bank balance was \$5,716,364. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and \$5,531,058 was collateralized with securities held by the pledging financial institutions’ agents in Unified School District No. 210’s name, and an irrevocable letter of credit.

Custodial Credit Risk – Investments – For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, Unified School District No. 210 will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

Note 4: Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Bilingual Education	KSA 72-6428	\$ 162,673
	Special Education	KSA 72-6428	852,054
	Contingency Reserve	KSA 72-6428	<u>100,000</u>
			<u>\$1,114,727</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 4: Interfund Transfers (Continued)

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
Supplemental General	At Risk K-12	KSA 72-6433	\$1,070,822
	Food Service	KSA 72-6433	55,718
	Parent Education	KSA 72-6433	15,249
	Bilingual Education	KSA 72-6433	193,851
	Vocational Education	KSA 72-6433	134,886
	Professional Development	KSA 72-6433	27,165
	At Risk 4 Year Old	KSA 72-6433	<u>129,006</u>
			<u>\$1,626,697</u>
Contingency	Self-Funded Insurance	KSA 72-6433	<u>\$ 100,000</u>
	Total		<u>\$2,841,424</u>

Note 5: Defined Benefit Pension Plan

General Information about the Pension Plan

Plan Description

Unified School District No. 210 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.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 5: Defined Benefit Pension Plan (Continued)

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

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

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 5: Defined Benefit Pension Plan (Continued)

Contributions (Continued)

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The School District is responsible for the employer's portion of the cost for retired District employees. The School District received and remitted amounts equal to the statutory contribution rate, which totaled \$678,117 for the year ended June 30, 2019.

The State of Kansas contributed 13.21% of covered payroll during fiscal year 2019, excluding the Group Death & Disability Insurance rate. During fiscal year 2020, the State of Kansas will contribute 14.41% of covered payroll. The State of Kansas contribution to KPERS due for all school municipalities for the year ending June 30, 2019, was \$505,224,160. K.S.A. 74-4920(18) established deferred contributions of \$194,022,683 for a portion of the fiscal year 2019 school municipalities' contributions. The contributions will be paid in 20 annual level payments of \$19.4 million beginning in fiscal year 2020.

Net Pension Liability

At June 30, 2019, the School District's proportionate share of the collective net pension liability reported by KPERS was \$9,875,513. 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 School District's proportion of the net pension liability was based on the ratio of the School District's contributions to KPERS, relative to the total employer and 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.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 6: Other Long-Term Obligations from Operations

Compensated Absences

Vacation and Sick Pay

After one year of employment, two weeks of vacation time is accrued for non-certified employees. Superintendent and principals may accrue up to twenty days of vacation time. Vacation time not taken within the period of accrual is neither subject to reimbursement nor to carry-over to the next fiscal year.

After ten years of service with Unified School District No. 210 and upon retirement on the Kansas Public Employees Retirement System, disability, or death of an employee, the district will compensate employees \$20.00 per day for any unused sick leave accumulated up to a maximum of 80 days.

Other Post Employment Benefits

As provided by K.S.A. 12-5040, Unified School District No. 210 allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, Unified School District No. 210 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), Unified School District No. 210 makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Death and Disability Other Post Employment Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2019.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 7: Contingent Liabilities

Unified School District No. 210 participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2019. These compliance audits have not been conducted as of September 23, 2019. Accordingly, the School District's compliance with applicable grant agreements will be established at some future date. The amount of expenditures, which may be disallowed by the grantor agencies, cannot be determined at this time, although the School District expects such amounts, if any, to be immaterial.

Note 8: Subsequent Events

Unified School District No. 210's management has evaluated events and transactions through September 23, 2019, the date which the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

(Continued)

Note 9: Long-Term Debt

Changes in long-term liabilities for Unified School District No. 210 for the fiscal year ended June 30, 2019 were as follows:

<u>Issue</u>	<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>
General Obligation Bonds:									
2010 Series	5.25%	6/15/10	\$2,000,000	9/01/20	\$ 600,000	-	\$ 200,000	\$ 400,000	\$ 6,664
2012 Series	2.00-2.20%	10/02/12	9,795,000	9/01/24	9,150,000		135,000	9,015,000	186,715
2014 Series	2.00%	9/01/14	4,750,000	9/01/19	2,030,000	-	1,355,000	675,000	27,050
Capital Leases Payable:									
HVAC	2.09%	3/17/16	4,477,915	3/17/31	<u>3,958,022</u>	<u>-</u>	<u>268,124</u>	<u>3,689,898</u>	<u>82,723</u>
Total Contractual Indebtedness					<u>\$15,738,022</u>	<u>-</u>	<u>\$1,958,124</u>	<u>\$13,779,898</u>	<u>\$303,152</u>

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

	<u>6-30-20</u>	<u>6-30-21</u>	<u>6-30-22</u>	<u>6-30-23</u>	<u>6-30-24</u>	<u>6-30-25- 6-30-29</u>	<u>6-30-30- 6-30-33</u>	<u>Total</u>
Principal:								
General obligation bonds	\$1,715,000	\$1,775,000	\$1,600,000	\$1,635,000	\$1,665,000	\$1,700,000	\$ -	\$10,090,000
Capital leases payable	<u>273,728</u>	<u>279,449</u>	<u>285,289</u>	<u>291,252</u>	<u>297,339</u>	<u>1,582,549</u>	<u>680,292</u>	<u>3,689,898</u>
Total principal	<u>\$1,988,728</u>	<u>\$2,054,449</u>	<u>\$1,885,289</u>	<u>\$1,926,252</u>	<u>\$1,962,339</u>	<u>\$3,282,549</u>	<u>\$680,292</u>	<u>\$13,779,898</u>
Interest:								
General obligation bonds	\$ 288,715	\$ 205,315	\$ 121,065	\$ 88,715	\$ 54,883	\$ 18,700	\$ -	\$ 777,393
Capital leases payable	<u>77,119</u>	<u>71,398</u>	<u>65,557</u>	<u>59,595</u>	<u>53,508</u>	<u>171,684</u>	<u>21,401</u>	<u>520,262</u>
Total interest	<u>\$ 365,834</u>	<u>\$ 276,713</u>	<u>\$ 186,622</u>	<u>\$ 148,310</u>	<u>\$ 108,391</u>	<u>\$ 190,384</u>	<u>\$ 21,401</u>	<u>\$ 1,297,655</u>
Total Principal and Interest	<u>\$2,354,562</u>	<u>\$2,331,162</u>	<u>\$2,071,911</u>	<u>\$2,074,562</u>	<u>\$2,070,730</u>	<u>\$3,472,933</u>	<u>\$701,693</u>	<u>\$15,077,553</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 1

SUMMARY OF EXPENDITURES—ACTUAL AND BUDGET
REGULATORY BASIS
For the fiscal year ended June 30, 2019

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over (Under)</u>
General Funds:						
General	\$7,846,670	\$ (222,299)	-	\$7,624,371	\$7,624,371	\$ -
Supplemental General	2,515,057	(70,786)	-	2,444,271	2,444,271	-
Special Purpose Funds:						
Bilingual Education	356,524	-	-	356,524	356,524	-
Capital Outlay	2,000,000	-	-	2,000,000	1,259,616	(740,384)
Driver Training	8,000	-	-	8,000	2,488	(5,512)
Food Service	675,000	-	-	675,000	671,935	(3,065)
Professional Development	35,000	-	-	35,000	29,849	(5,151)
Parent Education	43,379	-	-	43,379	43,379	-
Bond and Interest	1,912,484	-	-	1,912,484	1,912,388	(96)
Special Education	950,000	-	-	950,000	868,207	(81,793)
Vocational Education	140,547	-	-	140,547	139,677	(870)
KPERs Retirement Contribution	1,050,923	-	-	1,050,923	678,117	(372,806)
At Risk K-12	1,223,261	-	-	1,223,261	1,070,822	(152,439)
At Risk 4 Year Old	137,547	-	-	137,547	131,906	(5,641)
Gifts and Contributions	40,000	-	-	40,000	11,202	(28,798)
Recreation Commission	485,000	-	-	485,000	485,000	-
Recreation Commission Employees' Benefits	95,000	-	-	95,000	95,000	-

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2

SCHEDULES OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-1

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	Actual	Budget	Variance Over (Under)	Prior Year Actual
<u>Receipts</u>				
State Sources:				
State aid	\$6,959,770	\$7,093,047	\$ (133,277)	\$7,023,497
Mineral production tax	69,449	70,000	(551)	65,208
Special Education aid	<u>595,152</u>	<u>683,623</u>	<u>(88,471)</u>	<u>565,537</u>
 Total Receipts	 <u>\$7,624,371</u>	 <u>\$7,846,670</u>	 <u>\$ (222,299)</u>	 <u>\$7,654,242</u>
 <u>Expenditures</u>				
Instruction	\$3,711,731	\$3,752,520	\$ (40,789)	\$3,547,652
Student support services	131,195	132,403	(1,208)	123,778
Instructional support staff	94,103	99,883	(5,780)	82,497
General Administration	374,284	351,089	23,195	317,729
School Administration	662,528	648,259	14,269	614,886
Central services	192,234	181,326	10,908	171,746
Operations and maintenance	824,877	821,250	3,627	772,057
Student transportation services	518,692	554,172	(35,480)	526,292
Operating transfers	1,114,727	1,305,768	(191,041)	1,497,605
Adjustment to comply with legal max	<u>-</u>	<u>(222,299)</u>	<u>222,299</u>	<u>-</u>
 Total Expenditures	 <u>\$7,624,371</u>	 <u>\$7,624,371</u>	 <u>-</u>	 <u>\$7,654,242</u>
 Receipts Over (Under) Expenditures	 -			 -
 Unencumbered Cash, Beginning	 <u>-</u>			 <u>-</u>
 Unencumbered Cash, Ending	 <u>-</u>			 <u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-2

SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	Actual	Budget	Variance Over (Under)	Prior Year Actual
<u>Receipts</u>				
Local Sources:				
Ad Valorem Tax:				
Current	\$1,833,026	\$ 35,375	\$1,797,651	\$1,637,967
Delinquent	23,409	12,047	11,362	19,698
Motor vehicle tax	127,989	131,140	(3,151)	121,552
RV tax	1,474	1,808	(334)	1,755
Commercial vehicle tax	22,630	9,195	13,435	22,571
State Sources:				
State aid	<u>491,298</u>	<u>505,526</u>	<u>(14,228)</u>	<u>838,216</u>
 Total Receipts	 <u>\$2,499,826</u>	 <u>\$ 695,091</u>	 <u>\$1,804,735</u>	 <u>\$2,641,759</u>
 <u>Expenditures</u>				
Instruction	\$ 720	\$ 1,500	\$ (780)	\$ 1,050
Student support services	115,265	103,866	11,399	100,987
Instructional support staff	342,103	412,159	(70,056)	412,060
General Administration	-	-	-	46,960
Central services	9,064	23,167	(14,103)	28,455
Operations and maintenance	350,422	303,629	46,793	347,247
Operating transfers	1,626,697	1,670,736	(44,039)	1,622,657
Adjustment to comply with legal max	<u>-</u>	<u>(70,786)</u>	<u>70,786</u>	<u>-</u>
 Total Expenditures	 <u>\$2,444,271</u>	 <u>\$2,444,271</u>	 <u>-</u>	 <u>\$2,559,416</u>
 Receipts Over (Under) Expenditures	 \$ 55,555			 \$ 82,343
Unencumbered Cash, Beginning	<u>88,496</u>			<u>6,153</u>
Unencumbered Cash, Ending	<u>\$ 144,051</u>			<u>\$ 88,496</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-3

BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	\$162,673	\$149,772	\$ 12,901	\$165,944
Supplemental General Fund	<u>193,851</u>	<u>206,752</u>	<u>(12,901)</u>	<u>162,548</u>
Total Receipts	\$356,524	<u>\$356,524</u>	<u>-</u>	\$328,492
<u>Expenditures</u>				
Instruction	<u>356,524</u>	<u>\$356,524</u>	<u>-</u>	<u>328,492</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-4

CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
<u>Receipts</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>	<u>Prior Year Actual</u>
Local Sources:				
Ad Valorem Tax:				
Current	\$ 707,549	\$ 702,497	\$ 5,052	\$ 723,783
Delinquent	9,455	5,297	4,158	7,215
Motor vehicle tax	54,580	56,145	(1,565)	42,651
Recreational tax	629	774	(145)	588
Commercial vehicle tax	9,434	3,936	5,498	7,095
Interest on idle funds	102,812	70,000	32,812	49,176
Miscellaneous	52,821	25,000	27,821	19,419
State Sources:				
State aid	57,436	58,625	(1,189)	154,866
Operating Transfers:				
General Fund	-	200,000	(200,000)	450,003
Capital Project Fund	-	-	-	7,570
Total Receipts	<u>\$ 994,716</u>	<u>\$1,122,274</u>	<u>\$ (127,558)</u>	<u>\$1,462,366</u>
<u>Expenditures</u>				
Instruction	\$ 146,566	\$ 335,000	\$ (188,434)	\$ 119,315
Instructional support staff	118,906	275,000	(156,094)	101,881
School Administration	51,237	100,000	(48,763)	49,919
Operations and maintenance	866,767	665,000	201,767	523,674
Student transportation	-	125,000	(125,000)	27,141
Facility acquisition and construction services	<u>76,140</u>	<u>500,000</u>	<u>(423,860)</u>	<u>46,534</u>
Total Expenditures	<u>\$1,259,616</u>	<u>\$2,000,000</u>	<u>\$ (740,384)</u>	<u>\$ 868,464</u>
Receipts Over (Under) Expenditures	\$ (264,900)			\$ 593,902
Unencumbered Cash, Beginning	<u>1,335,255</u>			<u>741,353</u>
Unencumbered Cash, Ending	<u>\$1,070,355</u>			<u>\$1,335,255</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-5

DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Local Sources:				
Driver Education fees	\$ 9,105	\$ 6,450	\$ 2,655	\$ 6,310
State Sources:				
State safety aid	6,027	5,460	567	8,832
Operating Transfers:				
Supplemental General Fund	-	-	-	<u>5,000</u>
 Total Receipts	 \$ 15,132	 <u>\$ 11,910</u>	 <u>\$ 3,222</u>	 \$ 20,142
 <u>Expenditures</u>				
Instruction	<u>2,488</u>	<u>\$ 8,000</u>	<u>\$ (5,512)</u>	<u>7,605</u>
 Receipts Over (Under) Expenditures	 \$ 12,644			 \$ 12,537
 Unencumbered Cash, Beginning	 <u>45,620</u>			 <u>33,083</u>
 Unencumbered Cash, Ending	 <u>\$ 58,264</u>			 <u>\$ 45,620</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-6

FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	Actual	Budget	Variance Over (Under)	Prior Year Actual
<u>Receipts</u>				
Local Sources:				
Student sales	\$182,795	\$166,095	\$ 16,700	\$179,737
Adult sales	<u>15,173</u>	<u>27,225</u>	<u>(12,052)</u>	<u>13,875</u>
Total local sources	\$197,968	\$193,320	\$ 4,648	\$193,612
State Sources:				
School food assistance	6,004	5,300	704	5,943
Federal Sources:				
Child nutrition programs	412,107	398,712	13,395	396,365
Operating Transfers:				
Supplemental General Fund	<u>55,718</u>	<u>50,000</u>	<u>5,718</u>	<u>65,000</u>
 Total Receipts	 <u>\$671,797</u>	 <u>\$647,332</u>	 <u>\$ 24,465</u>	 <u>\$660,920</u>
<u>Expenditures</u>				
Operations and maintenance	\$ 1,876	\$384,622	\$ (382,746)	\$ 1,875
Food service operation	<u>670,059</u>	<u>290,378</u>	<u>379,681</u>	<u>652,572</u>
 Total Expenditures	 <u>\$671,935</u>	 <u>\$675,000</u>	 <u>\$ (3,065)</u>	 <u>\$654,447</u>
 Receipts Over (Under) Expenditures	 \$ (138)			 \$ 6,473
 Unencumbered Cash, Beginning	 <u>112,194</u>			 <u>105,721</u>
 Unencumbered Cash, Ending	 <u>\$112,056</u>			 <u>\$112,194</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-7

PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>	<u>Prior Year Actual</u>
<u>Receipts</u>				
Local Sources:				
Miscellaneous	\$ -	\$ -	\$ -	\$ 500
State Sources:				
State aid	2,631	4,375	(1,744)	3,908
Operating Transfers:				
Supplemental General Fund	<u>27,165</u>	<u>15,000</u>	<u>12,165</u>	<u>31,000</u>
Total Receipts	\$ 29,796	\$ <u>19,375</u>	\$ <u>10,421</u>	\$ 35,408
<u>Expenditures</u>				
Instructional support staff	<u>29,849</u>	\$ <u>35,000</u>	\$ <u>(5,151)</u>	<u>30,291</u>
Receipts Over (Under) Expenditures	\$ (53)			\$ 5,117
Unencumbered Cash, Beginning	<u>57,616</u>			<u>52,499</u>
Unencumbered Cash, Ending	\$ <u>57,563</u>			\$ <u>57,616</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-8

PARENT EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year		Variance	Prior
	Actual	Budget	Over	Year
			(Under)	Actual
<u>Receipts</u>				
State Sources:				
State aid	\$ 28,130	\$ 28,080	\$ 50	\$ 23,841
Operating Transfers:				
Supplemental General Fund	<u>15,249</u>	<u>15,299</u>	<u>(50)</u>	<u>15,894</u>
Total Receipts	<u>\$ 43,379</u>	<u>\$ 43,379</u>	<u>-</u>	<u>\$ 39,735</u>
<u>Expenditures</u>				
Student support services	\$ 41,616	\$ 41,199	\$ 417	\$ 38,055
Instructional support staff	83	500	(417)	-
Other support services	<u>1,680</u>	<u>1,680</u>	<u>-</u>	<u>1,680</u>
Total Expenditures	<u>\$ 43,379</u>	<u>\$ 43,379</u>	<u>-</u>	<u>\$ 39,735</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-9

BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
<u>Receipts</u>			<u>(Under)</u>	<u>Actual</u>
Local Sources:				
Ad Valorem Tax:				
Current	\$1,531,787	\$1,499,148	\$ 32,639	\$1,747,495
Delinquent	24,626	12,818	11,808	20,265
Motor vehicle tax	150,095	154,740	(4,645)	113,680
Recreational vehicle tax	1,730	2,133	(403)	1,522
Commercial vehicle tax	27,629	10,849	16,780	17,652
Miscellaneous	12,108	-	12,108	-
State Sources:				
State aid	<u>144,992</u>	<u>152,847</u>	<u>(7,855)</u>	<u>401,196</u>
 Total Receipts	 <u>\$1,892,967</u>	 <u>\$1,832,535</u>	 <u>\$ 60,432</u>	 <u>\$2,301,810</u>
 <u>Expenditures</u>				
Interest payment	\$ 220,429	\$ 220,584	\$ (155)	\$ 250,346
Miscellaneous	1,959	1,900	59	1,760
Principal	<u>1,690,000</u>	<u>1,690,000</u>	<u>-</u>	<u>1,660,000</u>
 Total Expenditures	 <u>\$1,912,388</u>	 <u>\$1,912,484</u>	 <u>\$ (96)</u>	 <u>\$1,912,106</u>
 Receipts Over (Under) Expenditures	 \$ (19,421)			 \$ 389,704
 Unencumbered Cash, Beginning	 <u>2,231,986</u>			 <u>1,842,282</u>
 Unencumbered Cash, Ending	 <u>\$2,212,565</u>			 <u>\$2,231,986</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-10

SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>	
<u>Receipts</u>				
Local Sources:				
Miscellaneous	\$ -	\$ -	\$ -	\$ 696
Federal Sources:				
Federal aid	-	-	-	3,941
Operating Transfers:				
General Fund	<u>852,054</u>	<u>883,623</u>	<u>(31,569)</u>	<u>881,658</u>
Total Receipts	<u>\$852,054</u>	<u>\$883,623</u>	<u>\$ (31,569)</u>	<u>\$886,295</u>
<u>Expenditures</u>				
Instruction	\$861,310	\$946,342	\$ (85,032)	\$848,895
Vehicle operating services	<u>6,897</u>	<u>3,658</u>	<u>3,239</u>	<u>3,262</u>
Total Expenditures	<u>\$868,207</u>	<u>\$950,000</u>	<u>\$ (81,793)</u>	<u>\$852,157</u>
Receipts Over (Under) Expenditures	\$ (16,153)			\$ 34,138
Unencumbered Cash, Beginning	<u>366,715</u>			<u>332,577</u>
Unencumbered Cash, Ending	<u>\$350,562</u>			<u>\$366,715</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-11

VOCATIONAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Local Sources:				
Miscellaneous	\$ 30	\$ -	\$ 30	\$ -
State Sources:				
State aid	4,761	5,168	(407)	5,233
Federal Sources:				
Federal aid	-	1,000	(1,000)	606
Operating Transfers:				
Supplemental General Fund	<u>134,886</u>	<u>134,379</u>	<u>507</u>	<u>130,614</u>
Total Receipts	<u>\$139,677</u>	<u>\$140,547</u>	<u>\$ (870)</u>	<u>\$136,453</u>
<u>Expenditures</u>				
Instruction	\$126,507	\$130,145	\$ (3,638)	\$126,961
Operations and maintenance	13,135	9,902	3,233	9,289
Instructional support staff	<u>35</u>	<u>500</u>	<u>(465)</u>	<u>203</u>
Total Expenditures	<u>\$139,677</u>	<u>\$140,547</u>	<u>\$ (870)</u>	<u>\$136,453</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-12

KPERS RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
<u>Receipts</u>				
State Sources:				
State aid	\$678,117	\$ <u>1,050,923</u>	\$ <u>(372,806)</u>	\$795,672
 <u>Expenditures</u>				
Employees' Benefits	<u>678,117</u>	<u>\$1,050,923</u>	<u>\$ (372,806)</u>	<u>795,672</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	-			-
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-13

AT RISK K-12 FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year		Variance	Prior
	<u>Actual</u>	<u>Budget</u>	Over	Year
			(Under)	Actual
<u>Receipts</u>				
Operating Transfers:				
Supplemental General Fund	\$1,070,822	\$ <u>1,223,261</u>	\$ <u>(152,439)</u>	\$1,096,843
 <u>Expenditures</u>				
Instruction	<u>1,070,822</u>	<u>\$1,223,261</u>	<u>\$ (152,439)</u>	<u>1,096,843</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	-			-
Unencumbered Cash, Ending	-			-

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-14

AT RISK 4 YEAR OLD FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>	
<u>Receipts</u>				
Preschool tuition	\$ 2,900	\$ 10,000	\$ (7,100)	\$ 15,600
Federal Sources:				
Federal aid	-	1,500	(1,500)	1,740
Operating Transfers:				
Supplemental General Fund	<u>129,006</u>	<u>125,957</u>	<u>3,049</u>	<u>115,758</u>
Total Receipts	\$131,906	<u>\$137,457</u>	<u>\$ (5,551)</u>	\$133,098
<u>Expenditures</u>				
Instruction	<u>131,906</u>	<u>\$137,547</u>	<u>\$ (5,641)</u>	<u>133,098</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-15

GIFTS AND CONTRIBUTIONS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year		<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Receipts</u>				
Local Sources:				
Gifts and contributions	\$ 12,913	\$ <u>20,000</u>	\$ <u>(7,087)</u>	\$ 17,928
 <u>Expenditures</u>				
Instruction	<u>11,202</u>	\$ <u>40,000</u>	\$ <u>(28,798)</u>	<u>13,625</u>
Receipts Over (Under) Expenditures	\$ 1,711			\$ 4,303
Unencumbered Cash, Beginning	<u>57,477</u>			<u>53,174</u>
Unencumbered Cash, Ending	\$ <u>59,188</u>			\$ <u>57,477</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-16

RECREATION COMMISSION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year		Variance	Prior
	Actual	Budget	Over	Year
<u>Receipts</u>			<u>(Under)</u>	<u>Actual</u>
Local Sources:				
Ad Valorem Tax:				
Current	\$442,219	\$439,026	\$ 3,193	\$449,729
Delinquent	5,750	3,311	2,439	4,284
Motor vehicle tax	33,972	35,086	(1,114)	22,422
RV Tax	393	483	(90)	292
Commercial vehicle tax	<u>6,008</u>	<u>2,460</u>	<u>3,548</u>	<u>3,274</u>
Total Receipts	\$488,342	\$480,366	\$ <u>7,976</u>	\$480,001
<u>Expenditures</u>				
Appropriation	<u>485,000</u>	<u>\$485,000</u>	<u>-</u>	<u>475,000</u>
Receipts Over (Under) Expenditures	\$ 3,342			\$ 5,001
Unencumbered Cash, Beginning	<u>10,276</u>			<u>5,275</u>
Unencumbered Cash, Ending	\$ <u>13,618</u>			\$ <u>10,276</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-17

RECREATION COMMISSION EMPLOYEES' BENEFIT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	Current Year			
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Local Sources:				
Ad Valorem Tax:				
Current	\$ 86,551	\$ 84,684	\$ 1,867	\$ 91,702
Delinquent	1,186	675	511	884
Motor vehicle tax	7,087	7,303	(216)	4,845
Recreational vehicle tax	82	101	(19)	64
Commercial vehicle tax	1,233	512	721	724
 Total Receipts	\$ 96,139	\$ 93,275	\$ 2,864	\$ 98,219
 <u>Expenditures</u>				
Appropriation	95,000	\$ 95,000	-	95,000
 Receipts Over (Under) Expenditures	\$ 1,139			\$ 3,219
 Unencumbered Cash, Beginning	4,654			1,435
 Unencumbered Cash, Ending	\$ 5,793			\$ 4,654

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2
(Continued)

SCHEDULES OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-18

LEARN AND PLAY PROJECT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Federal Sources:		
Federal aid	-	\$ 6,018
<u>Expenditures</u>		
Instruction	<u>-</u>	<u>8,720</u>
Receipts Over (Under) Expenditures	-	\$ (2,702)
Unencumbered Cash, Beginning	<u>-</u>	<u>2,702</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-19

TEXTBOOK RENTAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Local Sources:		
Rental fees and books	\$ 18,138	\$ 15,770
<u>Expenditures</u>		
Instruction	<u>26,157</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ (8,019)	\$ 15,770
Unencumbered Cash, Beginning	<u>18,275</u>	<u>2,505</u>
Unencumbered Cash, Ending	<u>\$ 10,256</u>	<u>\$ 18,275</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-20

SCHOLARSHIP FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Local Sources:		
Interest income	\$ 74	\$ 56
<u>Expenditures</u>		
Scholarships	<u>-</u>	<u>500</u>
Receipts Over (Under) Expenditures	\$ 74	\$ (444)
Unencumbered Cash, Beginning	<u>9,963</u>	<u>10,407</u>
Unencumbered Cash, Ending	<u>\$ 10,037</u>	<u>\$ 9,963</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-21

TITLE I LOW INCOME FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Federal Sources:		
Federal aid	<u>\$201,404</u>	<u>\$190,083</u>
<u>Expenditures</u>		
Instruction	\$185,152	\$189,283
General Administration	16,252	-
Support services	<u>-</u>	<u>800</u>
Total Expenditures	<u>\$201,404</u>	<u>\$190,083</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-22

TITLE I MIGRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Federal Sources:		
Federal aid	\$ <u>90,000</u>	\$ <u>90,000</u>
<u>Expenditures</u>		
Instruction	\$ 53,818	\$ 58,884
General Administration	<u>36,182</u>	<u>31,116</u>
Total Expenditures	\$ <u>90,000</u>	\$ <u>90,000</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-23

TITLE II IMPROVING TEACHER QUALITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Federal Sources:		
Federal aid	\$ <u>30,837</u>	\$ <u>33,856</u>
<u>Expenditures</u>		
Instruction	\$ 30,837	\$ 31,045
Instructional support staff	<u> -</u>	<u> 2,811</u>
Total Expenditures	\$ <u>30,837</u>	\$ <u>33,856</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u> -</u>	<u> -</u>
Unencumbered Cash, Ending	<u> -</u>	<u> -</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-24

TITLE III ENGLISH LANGUAGE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Federal Sources:		
Federal aid	\$ 27,063	\$ 27,075
<u>Expenditures</u>		
Instruction	<u>27,063</u>	<u>27,075</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-25

CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Operating Transfers:		
General Fund	\$100,000	-
<u>Expenditures</u>		
Capital outlay	<u>100,000</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>720,720</u>	<u>720,720</u>
Unencumbered Cash, Ending	<u>\$720,720</u>	<u>\$720,720</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-26

SELF-FUNDED INSURANCE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Operating Transfers:		
Supplemental General Fund	\$ 100,000	\$ -
Collections	<u>1,420,954</u>	<u>1,218,324</u>
Total Receipts	\$1,520,954	\$1,218,324
 <u>Expenditures</u>		
Claims and fees	<u>1,460,199</u>	<u>1,311,517</u>
Receipts Over (Under) Expenditures	\$ 60,755	\$ (93,193)
Unencumbered Cash, Beginning	<u>466,725</u>	<u>559,918</u>
Unencumbered Cash, Ending	\$ <u>527,480</u>	\$ <u>466,725</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-27

TITLE IV 21ST CENTURY COMMUNITY LEARNING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Federal Sources:		
Federal aid	\$ 75,000	\$ 75,000
<u>Expenditures</u>		
Instruction	<u>75,000</u>	<u>75,000</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-28

READING ROAD MAPS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>		
Miscellaneous	\$147,998	\$162,234
<u>Expenditures</u>		
Instruction	<u>144,046</u>	<u>110,762</u>
Receipts Over (Under) Expenditures	\$ 3,952	\$ 51,472
Unencumbered Cash, Beginning	<u>_(2,706)</u>	<u>_(54,178)</u>
Unencumbered Cash, Ending	<u>\$ 1,246</u>	<u>\$ (2,706)</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 2-29

HVAC PROJECT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2019
(with comparative actual totals for the prior year ended June 30, 2018)

	<u>6-30-19</u>	<u>6-30-18</u>
<u>Receipts</u>	-	\$ -
<u>Expenditures</u>		
Operating transfers	<u>-</u>	<u>7,570</u>
Receipts Over (Under) Expenditures	-	\$ (7,570)
Unencumbered Cash, Beginning	<u>-</u>	<u>7,570</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 3

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For the fiscal year ended June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 3

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the fiscal year ended June 30, 2019

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Student Organization Funds:				
High School:				
Class of 2018	\$ 1,649	\$ -	\$ 1,649	\$ -
Class of 2019	1,683	3,027	3,970	740
Class of 2020	4,105	15,028	16,640	2,493
Class of 2021	1,467	2,169	723	2,913
Class of 2022	279	-	-	279
Blue & Red	15,191	16,021	18,642	12,570
STUCO	2,502	2,082	1,590	2,994
NHS	4,445	4,849	4,790	4,504
FFA	2,138	46,719	43,083	5,774
Channel 12	695	-	-	695
Sociology Class	40	-	-	40
Business	87	-	-	87
Yearbook	11,927	8,035	382	19,580
Foreign Language	821	-	-	821
Football	4,470	4,928	4,543	4,855
Wrestling	2,603	2,735	1,584	3,754
Softball	1,418	3,050	2,484	1,984
Woods	-	5,524	5,524	-
Ag Mechanics	-	856	856	-
Cheerleaders – Wrestling	1,032	668	381	1,319
Cheerleaders	1,311	3,424	2,468	2,267
Drill Team	1,399	177	236	1,340
Volleyball	5	6,880	5,985	900
Scholars Bowl	569	340	360	549
Boys Basketball	795	9,520	9,448	867
Girls Basketball	559	1,195	1,073	681
Debate/Forensics	373	-	-	373
Concessions	1,944	27,192	24,631	4,505
Baseball	1,087	1,214	1,348	953
Cross Country	527	2,066	1,965	628

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 3
(Continued)

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the fiscal year ended June 30, 2019

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
High School (Continued):				
Track	357	194	258	293
Golf – Girls	1,850	3,200	1,356	3,694
Golf – Boys	1,267	350	1,186	431
FBLA	3,541	3,921	4,914	2,548
Drivers Education	500	7,105	7,605	-
Resource Room	50	213	255	8
Video Broadcasting	637	-	-	637
Journalism	962	-	-	962
Choir	7,950	787	1,292	7,445
Show Choir Trip Activity	-	385	(424)	809
High School/Middle School Band	2,419	9,457	4,569	7,307
Library	4,190	580	-	4,770
HS/MS Student ID	-	23	23	-
All School Play Activity	10,319	3,108	1,984	11,443
Art Department	-	765	765	-
Latinos Make a Difference	1,900	-	1,075	825
Concession – Special	995	5,178	4,784	1,389
Student Rewards	1,791	2,654	3,076	1,369
Counselor	1,256	5	16	1,245
Health Science Class Fees	-	645	645	-
Art Club	1,605	2,215	2,639	1,181
HLA	1,066	648	393	1,321
Photography	638	5,504	4,945	1,197
Science Club	1,303	1,752	650	2,405
Sales Tax	48	12,808	12,820	36
Laptop Insurance	-	19,021	18,951	70
HS/MS Classroom Resources Fees	-	4,543	4,543	-
HS/MS Book Fees	-	116	116	-
HS/MS Food Service	-	58,841	58,841	-
HS/MS Petty Cash	-	5,116	5,116	-
Cash Box	-	5,765	5,765	-
Sub-total High School	<u>\$109,765</u>	<u>\$322,598</u>	<u>\$302,513</u>	<u>\$129,850</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 3
(Continued)

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the fiscal year ended June 30, 2019

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Middle School:				
STUCO	\$ 1,675	\$ 3,753	\$ 3,181	\$ 2,247
Track	113	-	-	113
Cheerleading	140	437	480	97
Resource Room	115	-	-	115
AB Student	594	807	488	913
Yearbook	-	1,342	(224)	1,566
Art	939	-	-	939
Quiz Bowl	32	315	295	52
Volleyball	460	790	790	460
Football	214	-	-	214
Boys Basketball	23	1,185	1,150	58
Girls Basketball	541	835	835	541
Sub-total Middle School	<u>\$ 4,846</u>	<u>\$ 9,464</u>	<u>\$ 6,995</u>	<u>\$ 7,315</u>
Elementary School:				
Student Activities	\$ 9,193	\$ 16,776	\$ 17,246	\$ 8,723
Book Fees	24	10,051	9,784	291
Student Lunches	500	47,930	48,390	40
Petty Cash	-	2,040	2,040	-
Insufficient Funds	(50)	-	-	(50)
Sales Tax	219	150	217	152
Sub-total Elementary School	<u>\$ 9,886</u>	<u>\$ 76,947</u>	<u>\$ 77,677</u>	<u>\$ 9,156</u>
Total Student Organization Funds	<u>\$124,497</u>	<u>\$409,009</u>	<u>\$387,185</u>	<u>\$146,321</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND
UNENCUMBERED CASH – REGULATORY BASIS
For the fiscal year ended June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND
UNENCUMBERED CASH – REGULATORY BASIS

For the fiscal year ended June 30, 2019

<u>Fund</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>
High School/Middle School: Activity	\$ <u>17,718</u>	\$ <u>47,045</u>	\$ <u>49,444</u>	\$ <u>15,319</u>

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

SUPPLEMENTARY INFORMATION

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education
Unified School District No. 210
Hugoton, Kansas 67951

Report on Compliance for Each Major Federal Program

We have audited Unified School District No. 210's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Unified School District No. 210's major federal programs for the fiscal year ended June 30, 2019. Unified School District No. 210's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Unified School District No. 210's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with the *Kansas Municipal Audit and Accounting Guide*; auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Unified School District No. 210's compliance.

To the Board of Education
Unified School District No. 210
Hugoton, Kansas 67951

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Opinion on Each Major Federal Program

In our opinion, Unified School District No. 210 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of Unified School District No. 210 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 210's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

To the Board of Education
Unified School District No. 210
Hugoton, Kansas 67951

Page 3

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Hay•Rice & Associates, Chartered

Hay•Rice & Associates, Chartered

September 23, 2019

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 5

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2019

<u>Federal Grantor/Pass Through Grantor</u> <u>Program Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Expenditures</u>
U. S. Department of Education – Pass Through Kansas Department of Education:		
Title I Low Income	84.010	\$183,592
Title I Migrant	84.011	90,000
Title IV 21st Century CLC	84.287	75,000
2018 Supporting Effective Instruction	84.367	30,837
English Language Acquisition	84.365	27,063
ESSA Student Support Academic Enrichment	84.424	<u>17,812</u>
Total Department of Education		<u>\$424,304</u>
U. S. Department of Agriculture – Pass Through Kansas Department of Education:		
Child Nutrition Cluster:		
Breakfast Program	10.553	\$ 72,146
Cash for Commodities	10.555	28,599
National School Lunch Program	10.555	289,034
Summer Food Service Program	10.559	<u>22,327</u>
Total Child Nutrition Cluster		\$412,106
Fresh Fruits & Vegetables	10.582	<u>24,628</u>
Total Department of Agriculture		<u>\$436,734</u>
 Total Expenditures of Federal Awards		 <u>\$861,038</u>

See accompanying notes to schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the fiscal year ended June 30, 2019

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal award activity of Unified School District No. 210 under programs of the federal government for the fiscal year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Unified School District No. 210, it is not intended to and does not present the aggregate cash and unencumbered cash balances and receipts and expenditures of Unified School District No. 210.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the accompanying Schedule of Expenditures of Federal Awards are reported on the regulatory basis of accounting, which are accounting practices prescribed by the State of Kansas and are described in Note 1 to the School District's regulatory basis financial statement.

Note C: Indirect Cost Rate

Unified School District No. 210 has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

Schedule 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the fiscal year ended June 30, 2019

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on the regulatory basis financial statements of Unified School District No. 210.
2. No significant deficiencies were disclosed during the audit of the financial statements that would be required to be reported in the Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. No material weaknesses are reported.
3. No instances of noncompliance material to the financial statements of Unified School District No. 210 were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs were disclosed during that audit that would be required to be reported in the Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance. No material weaknesses are reported.
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 210 expresses an unmodified opinion on all major federal programs.
6. There were no audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a).
7. The programs tested as major programs were:
Child Nutrition Cluster CFDA #10.553, 10.555, 10.556, 10.559
8. The threshold for determining type A and B programs was \$750,000.
9. Unified School District No. 210 did not qualify as a low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

None.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None.

UNIFIED SCHOOL DISTRICT NO. 210
Hugoton, Kansas

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the fiscal year ended June 30, 2019

There were no audit findings relating to federal award programs in the prior years audit.

