

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT  
YEAR ENDED JUNE 30, 2019**

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**INDEPENDENT AUDITOR'S REPORT**

Board of Education  
Unified School District No. 220  
Ashland, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 220 and its related municipal entity, the Ashland Recreation Commission (collectively referred to as the Municipal Financial Reporting Entity), 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 A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

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

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

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

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

As described in Note A, the financial statement is prepared by the Municipal Financial Reporting Entity on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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

In 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 the Municipal Financial Reporting Entity 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 balances of the Municipal Financial Reporting Entity 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 A.

## **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 (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, schedule of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts and expenditures – actual and budget of the related municipal entity (Schedules 1, 2, 3, 4, and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In 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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated March 21, 2019, 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 website 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 for the year ended June 30, 2019 (Schedules 2 and 5 as listed in the table of contents) is presented for the 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 A.

*Kennedy McKee & Company LLP*

March 5, 2020

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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

For the Year Ended June 30, 2019

<u>Fund</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ 112	\$ -	\$ 1,974,591
Supplemental general	<u>22,085</u>	<u>-</u>	<u>676,484</u>
Total general funds	<u>22,197</u>	<u>-</u>	<u>2,651,075</u>
Special purpose funds:			
Driver training	7,919	-	3,441
Food service	45,250	-	172,230
Capital outlay	115,071	-	152,027
Special education	46,527	-	208,083
Recreation commission	1,253	-	22,280
Professional development	1,222	-	30,408
At-risk (K-12)	15,505	-	229,838
Career and postsecondary education	3,350	-	59,411
KPERS special retirement contribution	-	-	180,561
Bilingual	1,345	-	25,156
At-risk (4-yr-old)	9,000	-	9,000
Contingency reserve	74,972	-	164,793
Textbook and student material revolving	18,741	-	24,560
Gifts and grants	269,284	-	352,647
Title I	-	-	29,376
REAP grant	-	-	13,810
Title II part A & D	-	-	6,303
Title IV drug free fund	-	-	11,252
District activity funds	<u>31,950</u>	<u>-</u>	<u>50,385</u>
Total special purpose funds	<u>641,389</u>	<u>-</u>	<u>1,745,561</u>
Capital project fund:			
Construction	<u>42,802</u>	<u>-</u>	<u>294</u>
Trust fund:			
Meginniss trust	<u>39,749</u>	<u>-</u>	<u>680</u>
Total Unified School District No. 220	746,137	-	4,397,610
Related municipal entity:			
Ashland Recreation Commission:			
General fund	<u>25,934</u>	<u>-</u>	<u>36,842</u>
Total municipal financial reporting entity (excluding agency funds)	<u>\$ 772,071</u>	<u>\$ -</u>	<u>\$ 4,434,452</u>

<u>Expenditures</u>	<u>Ending unencumbered cash balance (deficit)</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 1,974,210	\$ 493	\$ 139	\$ 632
<u>647,705</u>	<u>50,864</u>	<u>30,393</u>	<u>81,257</u>
<u>2,621,915</u>	<u>51,357</u>	<u>30,532</u>	<u>81,889</u>
5,575	5,785	80	5,865
196,489	20,991	-	20,991
239,457	27,641	1,163	28,804
219,235	35,375	-	35,375
23,250	283	8,065	8,348
17,127	14,503	78	14,581
188,751	56,592	-	56,592
40,305	22,456	-	22,456
180,561	-	-	-
15,941	10,560	-	10,560
9,000	9,000	9,000	18,000
-	239,765	-	239,765
38,957	4,344	4,655	8,999
544,745	77,186	190,502	267,688
29,376	-	-	-
21,545	(7,735)	7,735	-
6,098	205	-	205
11,252	-	-	-
77,232	5,103	-	5,103
<u>1,864,896</u>	<u>522,054</u>	<u>221,278</u>	<u>743,332</u>
<u>43,096</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>40,429</u>	<u>-</u>	<u>40,429</u>
4,529,907	613,840	251,810	865,650
<u>18,142</u>	<u>44,634</u>	<u>-</u>	<u>44,634</u>
<u>\$ 4,548,049</u>	<u>\$ 658,474</u>	<u>\$ 251,810</u>	<u>\$ 910,284</u>

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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

For the Year Ended June 30, 2019

	<u>Ending cash balance</u>
Composition of cash balance:	
U.S.D. No. 220 accounts:	
Super now account	\$ 818,615
High school super now account	84,454
Certificates of deposit	40,429
Petty cash	<u>1,500</u>
	944,998
Agency funds	(73,616)
Non-activity funds	<u>(5,732)</u>
Total Unified School District No. 220 (excluding agency funds)	865,650
Related municipal entity:	
Ashland Recreation Commission:	
Checking account	<u>44,634</u>
Total municipal financial reporting entity (excluding agency funds)	<u><u>\$ 910,284</u></u>

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

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

NOTES TO THE FINANCIAL STATEMENT

June 30, 2019

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 220 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 220 (the Municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Ashland Recreation Commission. The Commission oversees recreational activities. Four of the five members of the governing board are appointed by the Board of Education. The Commission operates as a separate governing body, but the District levies the taxes for the Commission and the Commission has only the powers granted by K.S.A. 12-1928. The Commission cannot purchase real property but can acquire real property by gift.

2. 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 funds - the chief operating funds. 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.

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.

Trust 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 funds - used to report assets held by the municipal financial reporting entity in a purely custodial capacity (i.e. student organization funds, etc.)



## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

### 4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general funds and special purpose funds (unless specifically exempted by statute). 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 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 ten 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 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 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.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

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

- Contingency reserve
- Textbook and student material revolving
- Gifts and grants
- 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.

5. In-Substance Receipt in Transit

The District received \$116,468 subsequent to June 30, 2019 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2019.

B. COMPLIANCE

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, the State Department of Education, and legal representatives of the District.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. Although the REAP Grant fund overspent its cash balance, according to K.S.A. 12-1664 the District is not prohibited from financing the federal share of a local program from current funds available.

C. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds to 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.

### C. DEPOSITS AND INVESTMENTS (CONTINUED)

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.

*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. All deposits were legally secured at June 30, 2019.

At June 30, 2019, the District's carrying amount of deposits was \$944,998 and the bank balance was \$1,000,107. Of the bank balance, \$349,786 was covered by federal depository insurance and \$650,321 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

### D. LONG-TERM DEBT

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

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital leases:					
2016 Blue Bird Model T3RE4006 Issued February 9, 2015 In the amount of \$186,439 At interest rate of 2.75% Maturing February 9, 2020	\$ 39,716	\$ -	\$ 39,716	\$ -	\$ 1,142
2015 International bus Issued July 27, 2015 In the amount of \$81,983 At interest rate of 3.00% Maturing July 27, 2020	33,725	-	16,219	17,506	1,012
HVAC and windows (QZAB) Issued September 25, 2017 In the amount of \$1,728,724 At interest rate of 0.00% Maturing September 15, 2032	<u>1,728,724</u>	<u>-</u>	<u>115,248</u>	<u>1,613,476</u>	<u>-</u>
Total capital leases	1,802,165	-	171,183	1,630,982	2,154
Voluntary early retirement	<u>68,667</u>	<u>-</u>	<u>30,967</u>	<u>37,700</u>	<u>-</u>
Total contractual indebtedness	<u>\$1,870,832</u>	<u>\$ -</u>	<u>\$ 202,150</u>	<u>\$1,668,682</u>	<u>\$ 2,154</u>

D. LONG-TERM DEBT (CONTINUED)

Current maturities of the capital lease payments are as follows:

<u>Year ended June 30,</u>	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 131,953	\$ 525	\$ 132,478
2021	116,049	18	116,067
2022	115,248	-	115,248
2023	115,248	-	115,248
2024	115,248	-	115,248
2025-2029	576,240	-	576,240
2030-2033	460,996	-	460,996
Total	<u>\$ 1,630,982</u>	<u>\$ 543</u>	<u>\$ 1,631,525</u>

*Voluntary early retirement program.* Certified personnel may voluntarily elect to retire early. Qualifying personnel must be a current full or part time employee of the District, have at least ten years of continuous service with the District, and be fully vested in KPERS. The annual rate of retirement compensation is one-quarter of the base pay for a beginning teacher for the year the benefit is paid. Benefits end after five years or when the retiree reaches age 65, whichever comes first.

Current maturities of the voluntary early retirement payments are as follows:

<u>Year ended June 30,</u>	<u>Total due</u>
2020	\$ 18,400
2021	9,650
2022	<u>9,650</u>
Total	<u>\$ 37,700</u>

E. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
General fund	Driver training fund	\$ 3,000	K.S.A. 72-5167
General fund	Food service fund	20,000	K.S.A. 72-5167
General fund	Special education fund	205,683	K.S.A. 72-5167
General fund	Professional development fund	28,000	K.S.A. 72-5167
General fund	At-risk (K-12) fund	100,000	K.S.A. 72-5167
General fund	Career and postsecondary education fund	58,497	K.S.A. 72-5167
General fund	Bilingual fund	10,000	K.S.A. 72-5167
General fund	Contingency reserve fund	<u>164,793</u>	K.S.A. 72-5167
Total general fund		<u>589,973</u>	
Supplemental general fund	At-risk (K-12) fund	129,838	K.S.A. 72-5143
Supplemental general fund	Bilingual fund	15,156	K.S.A. 72-5143
Supplemental general fund	At-risk (4-yr old) fund	<u>9,000</u>	K.S.A. 72-5143
Total supplemental general fund		<u>153,994</u>	
Construction fund	Gifts and grants fund	<u>43,096</u>	Bond ordinance
Total operating transfers		<u>\$ 787,063</u>	

E. INTERFUND TRANSFERS (CONTINUED)

Transfer to the related municipal entity was as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
Recreation commission fund	Ashland Recreation Commission	<u>\$ 23,250</u>	K.S.A. 12-1928

F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

*Other post-employment benefits.* As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

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

*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.

*Section 125 plan.* The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses, and qualified dependent care expenses. The plan is administered by a third-party administrator.

*Compensated absences.* The District's policy grants employees on twelve-month contracts ten or fifteen vacation days per year depending upon length of service. Vacation time is cumulative up to four weeks. Sick leave for employees on twelve-month contracts may be accumulated at the rate of six to twelve days per year up to a total accumulation of 36 to 100 days depending upon position of employment. In the event of death, retirement, or termination of employment for all employees, accumulated sick leave is lost. The District's policy is to recognize the costs of compensated absences when actually paid.

*Longevity plan.* Beginning July 1, 2017, the District provides an annual annuity per certified staff member for each year of employment. This is a deferred compensation plan that incorporates a 50% vested amount at the completion of the employee's fifth year of employment. The employee will gain 10% per year thereafter, becoming 100% vested at the end of year ten. The District's contribution for the year ended June 30, 2019 was \$11,950.

## G. DEFINED BENEFIT PENSION PLAN

### General Information about the Pension Plan

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

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

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

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million 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 \$180,561 for the year ended June 30, 2019.

## G. DEFINED BENEFIT PENSION PLAN (CONTINUED)

### Net Pension Liability

At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,313,946. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2018. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

## H. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and State pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2019.

## I. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters, and medical needs of employees. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District has joined together with other school districts in the State to participate in the Kansas Association of School Boards Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The District pays an annual premium to the Kansas Association of School Boards for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Workers Compensation fund 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 the Kansas Association of School Boards management.

The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

J. OPERATING LEASES

The District has entered into an operating lease agreement for copiers and printers. Rental payments for the current year totaled \$12,982. The operating lease agreement expires during fiscal year 2022.

The following is an annual schedule of future minimum rental payments under the operating lease:

<u>Year ended June 30,</u>	<u>Total due</u>
2020	\$ 11,595
2021	11,595
2022	<u>4,831</u>
Total	<u>\$ 28,021</u>

K. CAPITAL PROJECT

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	<u>Project authorization</u>	<u>Cash disbursements and accounts payable to date</u>
HVAC and windows project	<u>\$ 1,944,309</u>	<u>\$ 1,944,309</u>

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through March 5, 2020, the date on which the financial statement was available to be used. Management's evaluation concluded that there are no subsequent events required to be recognized or disclosed in this financial statement.



**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2019

Fund	Certified budget	Adjustment to comply with legal maximum budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General funds:						
General	\$ 2,018,776	\$ (44,566)	\$ -	\$ 1,974,210	\$ 1,974,210	\$ -
Supplemental general	648,011	(306)	-	647,705	647,705	-
Special purpose funds:						
Driver training	9,096	-	-	9,096	5,575	3,521
Food service	149,123	-	62,222	211,345	196,489	14,856
Capital outlay	243,011	-	-	243,011	239,457	3,554
Special education	276,106	-	-	276,106	219,235	56,871
Recreation commission	23,250	-	-	23,250	23,250	-
Professional development	21,097	-	-	21,097	17,127	3,970
At-risk (K-12)	209,484	-	-	209,484	188,751	20,733
Career and postsecondary education	48,350	-	-	48,350	40,305	8,045
KPERs special retirement contribution	270,438	-	-	270,438	180,561	89,877
Bilingual	17,501	-	-	17,501	15,941	1,560
At-risk (4-yr-old)	9,000	-	-	9,000	9,000	-
Total Unified School District No. 220	3,943,243	(44,872)	62,222	3,960,593	3,757,606	202,987
Related municipal entity: Ashland Recreation Commission	51,050	-	-	51,050	18,142	32,908
Total municipal financial reporting entity	<u>\$ 3,994,293</u>	<u>\$ (44,872)</u>	<u>\$ 62,222</u>	<u>\$ 4,011,643</u>	<u>\$ 3,775,748</u>	<u>\$ 235,895</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid:				
Equalization aid	\$ 1,720,500	\$ 1,810,849	\$ 1,809,085	\$ 1,764
Mineral production tax	7,002	8,059	-	8,059
Special education aid	155,831	155,683	209,579	(53,896)
Total receipts	<u>1,883,333</u>	<u>1,974,591</u>	<u>\$ 2,018,664</u>	<u>\$ (44,073)</u>
Expenditures:				
Instruction	694,015	724,197	\$ 798,857	\$ 74,660
Student support services	44,011	42,854	48,150	5,296
General administration	126,973	151,394	145,300	(6,094)
School administration	228,201	252,014	264,300	12,286
Operations and maintenance	178,866	111,040	192,800	81,760
Operations and maintenance - transportation	1,158	-	-	-
Student transportation services	99,111	102,738	116,790	14,052
Operating transfers	510,886	589,973	452,579	(137,394)
Adjustment to comply with legal maximum budget	-	-	(44,566)	(44,566)
Total expenditures	<u>1,883,221</u>	<u>1,974,210</u>	<u>\$ 1,974,210</u>	<u>\$ -</u>
Receipts over (under) expenditures	112	381		
Unencumbered cash, beginning of year	-	112		
Unencumbered cash, end of year	<u>\$ 112</u>	<u>\$ 493</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2019		Variance favorable (unfavorable)
	2018	Actual	
Receipts:			
Taxes:			
Ad valorem property:			
Tax in process	\$ 18,895	\$ 20,761	\$ 52,302
Current tax	474,077	524,962	469,778
Delinquent tax	6,989	15,455	8,552
Motor vehicle tax	37,292	43,779	37,707
Recreational vehicle tax	681	733	442
State aid:			
Supplemental state aid	64,123	70,794	70,828
Total receipts	<u>602,057</u>	<u>676,484</u>	<u>\$ 639,609</u>
Expenditures:			
Instruction	492,566	355,592	\$ 377,876
General administration	29,438	25,785	100,000
Operations and maintenance	47,337	110,102	110,000
Student transportation services	14,394	2,232	-
Operating transfers	53,867	153,994	60,135
Adjustment to comply with legal maximum budget	<u>-</u>	<u>-</u>	<u>(306)</u>
Total expenditures	<u>637,602</u>	<u>647,705</u>	<u>\$ 647,705</u>
Receipts over (under) expenditures	(35,545)	28,779	
Unencumbered cash, beginning of year	<u>57,630</u>	<u>22,085</u>	
Unencumbered cash, end of year	<u>\$ 22,085</u>	<u>\$ 50,864</u>	

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 1,280	\$ 441	\$ 1,040	\$ (599)
Other	152	-	-	-
Transfers:				
General fund	-	3,000	-	3,000
Total receipts	<u>1,432</u>	<u>3,441</u>	<u>\$ 1,040</u>	<u>\$ 2,401</u>
Expenditures:				
Instruction	5,561	5,455	\$ 8,896	\$ 3,441
Operations and maintenance	157	120	200	80
Total expenditures	<u>5,718</u>	<u>5,575</u>	<u>\$ 9,096</u>	<u>\$ 3,521</u>
Receipts over (under) expenditures	(4,286)	(2,134)		
Unencumbered cash, beginning of year	<u>12,205</u>	<u>7,919</u>		
Unencumbered cash, end of year	<u>\$ 7,919</u>	<u>\$ 5,785</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

**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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Federal aid	\$ 55,044	\$ 103,448	\$ 41,226	\$ 62,222
State aid	1,214	1,207	863	344
Charges for services	50,127	47,526	51,784	(4,258)
Other	372	49	-	49
Transfers:				
General fund	30,000	20,000	10,000	10,000
Supplemental general fund	13,867	-	-	-
Total receipts	<u>150,624</u>	<u>172,230</u>	<u>\$ 103,873</u>	<u>\$ 68,357</u>
Expenditures:				
Operations and maintenance	265	40,255	\$ -	\$ (40,255)
Food service operations	141,381	156,234	149,123	(7,111)
Adjustment for qualifying budget credits	-	-	62,222	62,222
Total expenditures	<u>141,646</u>	<u>196,489</u>	<u>\$ 211,345</u>	<u>\$ 14,856</u>
Receipts over (under) expenditures	8,978	(24,259)		
Unencumbered cash, beginning of year	<u>36,272</u>	<u>45,250</u>		
Unencumbered cash, end of year	<u>\$ 45,250</u>	<u>\$ 20,991</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 3,904	\$ 4,505	\$ 12,007	\$ (7,502)
Current tax	102,869	116,552	103,571	12,981
Delinquent tax	1,786	3,488	1,856	1,632
Motor vehicle tax	9,008	9,170	7,917	1,253
Recreational vehicle tax	163	155	93	62
State aid	-	2,477	2,496	(19)
Interest	6,524	9,597	-	9,597
Other	62,943	6,083	-	6,083
Transfers:				
General fund	75,000	-	-	-
Total receipts	<u>262,197</u>	<u>152,027</u>	<u>\$ 127,940</u>	<u>\$ 24,087</u>
Expenditures:				
Instruction	6,185	22,288	\$ 35,000	\$ 12,712
General administration	38,537	42,270	-	(42,270)
Operations and maintenance	56,446	97,259	78,101	(19,158)
Transportation	58,622	77,073	79,910	2,837
Facility acquisition and construction service	9,518	567	50,000	49,433
Total expenditures	<u>169,308</u>	<u>239,457</u>	<u>\$ 243,011</u>	<u>\$ 3,554</u>
Receipts over (under) expenditures	92,889	(87,430)		
Unencumbered cash, beginning of year	<u>22,182</u>	<u>115,071</u>		
Unencumbered cash, end of year	<u>\$ 115,071</u>	<u>\$ 27,641</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Federal aid	\$ 1,059	\$ -	\$ -	\$ -
Other	135	2,400	-	2,400
Transfers:				
General fund	205,831	205,683	229,579	(23,896)
Supplemental general fund	30,000	-	-	-
Total receipts	<u>237,025</u>	<u>208,083</u>	<u>\$ 229,579</u>	<u>\$ (21,496)</u>
Expenditures:				
Instruction	212,352	209,050	\$ 266,556	\$ 57,506
Student transportation services	7,889	10,185	9,550	(635)
Total expenditures	<u>220,241</u>	<u>219,235</u>	<u>\$ 276,106</u>	<u>\$ 56,871</u>
Receipts over (under) expenditures	16,784	(11,152)		
Unencumbered cash, beginning of year	<u>29,743</u>	<u>46,527</u>		
Unencumbered cash, end of year	<u>\$ 46,527</u>	<u>\$ 35,375</u>		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property:				
Tax in process	\$ 651	\$ 751	\$ 1,846	\$ (1,095)
Current tax	17,301	19,380	17,256	2,124
Delinquent tax	303	594	309	285
Motor vehicle tax	1,500	1,529	1,320	209
Recreational vehicle tax	27	26	15	11
Other	-	-	1,500	(1,500)
Total receipts	19,782	22,280	<u>\$ 22,246</u>	<u>\$ 34</u>
Expenditures:				
Transfer to related municipal entity	20,020	23,250	<u>\$ 23,250</u>	<u>\$ -</u>
Receipts over (under) expenditures	(238)	(970)		
Unencumbered cash, beginning of year	<u>1,491</u>	<u>1,253</u>		
Unencumbered cash, end of year	<u>\$ 1,253</u>	<u>\$ 283</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ -	\$ 2,408	\$ 1,875	\$ 533
Transfers:				
General fund	-	28,000	18,000	10,000
Total receipts	-	30,408	<u>\$ 19,875</u>	<u>\$ 10,533</u>
Expenditures:				
Instructional support staff	2,328	17,127	<u>\$ 21,097</u>	<u>\$ 3,970</u>
Receipts over (under) expenditures	(2,328)	13,281		
Unencumbered cash, beginning of year	<u>3,550</u>	<u>1,222</u>		
Unencumbered cash, end of year	<u>\$ 1,222</u>	<u>\$ 14,503</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfers:				
General fund	\$ 160,745	\$ 100,000	\$ 140,000	\$ (40,000)
Supplemental general fund	10,000	129,838	53,979	75,859
Total receipts	170,745	229,838	<u>\$ 193,979</u>	<u>\$ 35,859</u>
Expenditures:				
Instruction	180,240	188,751	<u>\$ 209,484</u>	<u>\$ 20,733</u>
Receipts over (under) expenditures	(9,495)	41,087		
Unencumbered cash, beginning of year	25,000	15,505		
Unencumbered cash, end of year	<u>\$ 15,505</u>	<u>\$ 56,592</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

CAREER AND POSTSECONDARY 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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ -	\$ 914	\$ -	\$ 914
Transfers:				
General fund	7,044	58,497	45,000	13,497
Total receipts	7,044	59,411	<u>\$ 45,000</u>	<u>\$ 14,411</u>
Expenditures:				
Instruction	28,694	40,305	<u>\$ 48,350</u>	<u>\$ 8,045</u>
Receipts over (under) expenditures	(21,650)	19,106		
Unencumbered cash, beginning of year	25,000	3,350		
Unencumbered cash, end of year	<u>\$ 3,350</u>	<u>\$ 22,456</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 203,773	\$ 180,561	\$ 270,438	\$ (89,877)
Expenditures:				
Instruction	140,604	124,586	\$ 188,438	\$ 63,852
Student support services	5,502	4,875	7,000	2,125
Instructional support staff	3,872	3,431	5,500	2,069
General administration	5,298	4,695	7,000	2,305
School administration	16,709	14,806	22,000	7,194
Central services	5,094	4,514	6,500	1,986
Operations and maintenance	12,430	11,014	16,500	5,486
Student transportation services	7,540	6,681	10,000	3,319
Food service operations	6,724	5,959	7,500	1,541
Total expenditures	203,773	180,561	\$ 270,438	\$ 89,877
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

BILINGUAL 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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfers:				
General fund	\$ 14,370	\$ 10,000	\$ 10,000	\$ -
Supplemental general fund	-	15,156	6,156	9,000
Total receipts	14,370	25,156	<u>\$ 16,156</u>	<u>\$ 9,000</u>
Expenditures:				
Instruction	15,840	15,941	<u>\$ 17,501</u>	<u>\$ 1,560</u>
Receipts over (under) expenditures	(1,470)	9,215		
Unencumbered cash, beginning of year	2,815	1,345		
Unencumbered cash, end of year	<u>\$ 1,345</u>	<u>\$ 10,560</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

AT-RISK (4-YR-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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfers:				
Supplemental general fund	\$ -	\$ 9,000	<u>\$ -</u>	<u>\$ 9,000</u>
Expenditures:				
Instruction	-	9,000	<u>\$ 9,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>9,000</u>	<u>9,000</u>		
Unencumbered cash, end of year	<u>\$ 9,000</u>	<u>\$ 9,000</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019

	<u>Contingency reserve</u>	<u>Textbook and student material revolving</u>	<u>Gifts and grants</u>	<u>Title I</u>
Receipts:				
Fees	\$ -	\$ 24,560	\$ -	\$ -
State aid	-	-	3,916	-
Federal aid	-	-	-	29,376
Grants	-	-	500	-
Gifts	-	-	194,235	-
Sales tax	-	-	110,900	-
Transfers:				
General fund	164,793	-	-	-
Construction fund	-	-	43,096	-
	<u>164,793</u>	<u>24,560</u>	<u>352,647</u>	<u>29,376</u>
Total receipts				
Expenditures:				
Instruction	-	38,957	124,112	29,376
Operations and maintenance	-	-	23,463	-
Student transportation services	-	-	4,211	-
Food service operations	-	-	735	-
Community services operations	-	-	2,346	-
Building improvements	-	-	274,630	-
Debt service	-	-	115,248	-
	<u>-</u>	<u>38,957</u>	<u>544,745</u>	<u>29,376</u>
Total expenditures				
Receipts over (under) expenditures	164,793	(14,397)	(192,098)	-
Unencumbered cash, beginning of year	<u>74,972</u>	<u>18,741</u>	<u>269,284</u>	<u>-</u>
Unencumbered cash, end of year	<u>\$ 239,765</u>	<u>\$ 4,344</u>	<u>\$ 77,186</u>	<u>\$ -</u>

See Independent Auditor's Report



Schedule 2-14

<u>REAP grant</u>	<u>Title II part A &amp; D</u>	<u>Title IV drug free</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ 24,560
-	-	-	3,916
13,810	6,303	11,252	71,993
-	-	-	500
-	-	-	194,235
-	-	-	110,900
-	-	-	164,793
-	-	-	43,096
<u>13,810</u>	<u>6,303</u>	<u>11,252</u>	<u>613,993</u>
21,545	6,098	11,252	242,592
-	-	-	23,463
-	-	-	4,211
-	-	-	735
-	-	-	2,346
-	-	-	274,630
-	-	-	115,248
<u>21,545</u>	<u>6,098</u>	<u>11,252</u>	<u>663,225</u>
(7,735)	205	-	(49,232)
-	-	-	362,997
<u>\$ (7,735)</u>	<u>\$ 205</u>	<u>\$ -</u>	<u>\$ 313,765</u>

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

CONSTRUCTION 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>
Receipts:		
Interest	\$ 9,437	\$ 294
QZAB bond proceeds	<u>1,728,724</u>	<u>-</u>
Total receipts	<u>1,738,161</u>	<u>294</u>
Expenditures:		
Bond issuance costs	34,575	-
Building improvements	1,660,784	-
Operating transfers	<u>-</u>	<u>43,096</u>
Total expenditures	<u>1,695,359</u>	<u>43,096</u>
Receipts over (under) expenditures	42,802	(42,802)
Unencumbered cash, beginning of year	<u>-</u>	<u>42,802</u>
Unencumbered cash, end of year	<u><u>\$ 42,802</u></u>	<u><u>\$ -</u></u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

MEGINNISS TRUST 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
Receipts:		
Interest	\$ 371	\$ 680
Expenditures:		
Scholarships	221	-
Receipts over (under) expenditures	150	680
Unencumbered cash, beginning of year	39,599	39,749
Unencumbered cash, end of year	\$ 39,749	\$ 40,429

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS

For the Year Ended June 30, 2019

<u>Fund</u>	Beginning unencumbered cash balance	Receipts	Expenditures	Ending unencumbered cash balance	Add encumbrances and accounts payable	Ending cash balance
Athletics	\$ 26,044	\$ 38,050	\$ 63,834	\$ 260	\$ -	\$ 260
Jay TV	1,177	20	256	941	-	941
Book fair	44	2,464	1,494	1,014	-	1,014
Memorial fund	541	-	-	541	-	541
High school quiz bowl	-	1,175	1,175	-	-	-
Junior high quiz bowl	-	250	250	-	-	-
Band and music	-	600	600	-	-	-
Annual	1,845	4,607	4,640	1,812	-	1,812
Forensics	1,873	-	1,338	535	-	535
General	426	3,219	3,645	-	-	-
Total district activity funds	<u>\$ 31,950</u>	<u>\$ 50,385</u>	<u>\$ 77,232</u>	<u>\$ 5,103</u>	<u>\$ -</u>	<u>\$ 5,103</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the Year Ended June 30, 2019

<u>Fund</u>	Beginning cash balance (deficit)	Receipts	Disbursements	Ending cash balance
Student activity funds:				
A-club	\$ 2,514	\$ 630	\$ -	\$ 3,144
Elementary PTA	8,845	1,814	5,681	4,978
Booster club	-	4,545	3,005	1,540
S.H.O.W.	15,451	3,056	7,890	10,617
FFA	1,961	58,036	52,870	7,127
National Honor Society	753	-	-	753
FCA	556	-	-	556
STUCO	4,842	3,268	4,998	3,112
History club	189	34	140	83
Tennis club	-	3,054	2,852	202
JH volleyball club	-	387	386	1
HS volleyball club	831	-	343	488
HS football club	1,332	926	1,711	547
HS golf club	204	2,524	2,421	307
JH track club	-	11	-	11
HS track club	554	-	150	404
Cross country club	(1)	1	-	-
JH boys basketball club	417	322	348	391
JH girls basketball club	57	312	335	34
HS boys basketball club	3,558	2,538	3,627	2,469
HS girls basketball club	1,265	717	904	1,078
Forensics club	1	20	-	21
Quiz bowl club	15	-	-	15
Drama club	2,923	-	-	2,923
Music club	21	1,157	175	1,003
After prom	2,726	3,682	4,474	1,934
Weightlifting club	16	995	661	350
Dance/drill	352	495	731	116
High school cheerleaders	189	2,866	2,645	410
Junior high school cheerleaders	802	745	1,476	71
Class of 2018	(2)	2	-	-
Class of 2019	4,356	10,211	12,656	1,911
Class of 2020	8,422	13,880	16,870	5,432
Class of 2021	3,105	4,277	1,891	5,491
Class of 2022	5,310	3,225	-	8,535
Class of 2023	2,364	3,223	1,075	4,512
Class of 2024	-	340	-	340
IRC - special ed	2,711	-	1	2,710
Concessions	2,500	42,851	45,351	-
<b>Total student activity funds</b>	<b>79,139</b>	<b>170,144</b>	<b>175,667</b>	<b>73,616</b>
District clearing funds:				
Insurance payments	-	1,648	1,648	-
<b>Total agency funds</b>	<b>\$ 79,139</b>	<b>\$ 171,792</b>	<b>\$ 177,315</b>	<b>\$ 73,616</b>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 220  
ASHLAND, KANSAS**

ASHLAND RECREATION COMMISSION  
(A RELATED MUNICIPAL ENTITY)

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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Transfer from Unified School District No. 220	\$ 20,020	\$ 15,185	\$ 22,028	\$ (6,843)
Fees	711	360	1,000	(640)
Interest	491	467	200	267
Gifts and grants	26,875	20,000	-	20,000
Concession stand	441	-	-	-
Miscellaneous	327	830	-	830
<b>Total receipts</b>	<b>48,865</b>	<b>36,842</b>	<b>\$ 23,228</b>	<b>\$ 13,614</b>
<b>Expenditures:</b>				
Recreation supplies	2,010	454	\$ -	\$ (454)
Utilities	1,341	961	-	(961)
Equipment	2,503	846	-	(846)
Instructors and coaches	720	2,020	-	(2,020)
Officials	3,714	407	-	(407)
Tournament fees	1,040	750	-	(750)
Advertising and office supplies	268	114	-	(114)
Repair, maintenance, mowing and rentals	40,616	4,558	-	(4,558)
Director salary	1,800	1,500	-	(1,500)
Insurance	3,249	3,496	-	(3,496)
Accounting and audit	1,610	1,769	-	(1,769)
Taxes	338	791	-	(791)
Transportation	88	-	-	-
Uniforms and shirts	1,599	220	-	(220)
Concession stand	553	-	-	-
Miscellaneous	1,106	256	51,050	50,794
<b>Total expenditures</b>	<b>62,555</b>	<b>18,142</b>	<b>\$ 51,050</b>	<b>\$ 32,908</b>
Receipts over (under) expenditures	(13,690)	18,700		
Unencumbered cash, beginning of year	39,624	25,934		
Unencumbered cash, end of year	<u>\$ 25,934</u>	<u>\$ 44,634</u>		

See Independent Auditor's Report.