

UNIFIED SCHOOL DISTRICT NO. 365

Garnett, Kansas

Financial Statements

For the Year Ended June 30, 2019

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UNIFIED SCHOOL DISTRICT NO. 365
 Financial Statements
 For the Year Ended June 30, 2019

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 365
Garnett, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 365, Garnett, Kansas, (the District), as of and for the year ended June 30, 2019 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* (KMAAG) 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 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 1 of the financial statement, the financial statement is prepared by the District to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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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 Unified School District No. 365, Garnett, Kansas, as of June 30, 2019, or the respective changes in financial position and changes in cash flows, where applicable, 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 the District, as of June 30, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

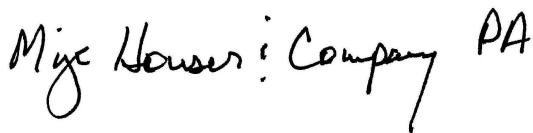
Other Matters

Supplementary Information

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

Other Matter

The 2018 Actual column presented in the individual fund financial schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2018 basic financial statement upon which we rendered an unmodified opinion dated November 2, 2018. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/muniserv>. Such 2018 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 basic financial statements. The 2018 comparative information was subjected to auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2018 basic financial statements 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 presented in all material respects in relation to the 2018 basic financial statements as a whole, on the basis of accounting described in Note 1.



Certified Public Accountants
Lawrence, Kansas

October 18, 2019

UNIFIED SCHOOL DISTRICT NO. 365
 Summary Statement of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Types:							
General Funds:							
General	\$ -	\$ -	\$ 7,477,495	\$ 7,477,495	\$ -	\$ 66,614	\$ 66,614
Supplemental General	171,573	-	2,639,725	2,580,000	231,298	-	231,298
Special Purpose Funds:							
At Risk (4 Year Old)	10,242	-	102,313	91,777	20,778	893	21,671
At Risk (K-12)	39,976	-	1,034,103	1,030,120	43,959	107,930	151,889
Capital Outlay	2,322,169	-	954,148	1,414,534	1,861,783	784,230	2,646,013
Driver Training	45,614	-	17,490	12,387	50,717	-	50,717
Food Service	116,839	-	511,209	504,266	123,782	6,735	130,517
Professional Development	34,566	-	21,805	12,723	43,648	5,677	49,325
Special Education	829,167	-	1,637,964	1,570,715	896,416	153	896,569
Vocational Education	73,020	-	283,659	267,946	88,733	22,160	110,893
KPERs Special Retirement							
Contribution	-	-	667,425	667,425	-	-	-
Gifts and Grants	94,120	-	140,326	88,598	145,848	67,692	213,540
Textbook Rental and							
Student Materials Revolving	143,942	-	119,998	149,437	114,503	80,593	195,096
Federal Funds	-	-	242,336	242,336	-	11,654	11,654
Contingency Reserve	570,696	-	-	-	570,696	-	570,696
Reading Recovery	100,213	-	7,850	12,409	95,654	-	95,654
Community College	77,227	-	12,110	3,913	85,424	-	85,424
District Activity	23,999	-	306,235	309,923	20,311	-	20,311
Capital Projects Fund:							
Bond Construction	207	-	342	-	549	-	549
Bond and Interest Fund:							
Bond and Interest Fund	2,152,935	-	1,574,996	1,496,879	2,231,052	-	2,231,052
Total	\$ 6,806,505	\$ -	\$ 17,751,529	\$ 17,932,883	\$ 6,625,151	\$ 1,154,331	\$ 7,779,482

Composition of Cash:

Goppert State Service Bank	
Checking Accounts	\$ 5,925,463
Certificate of Deposit	542,333
Bank of Greeley	
Checking Accounts	314
Certificate of Deposit	600,000
Farmer's State Bank	
Certificate of Deposit	300,000
Patriot's Bank	
Checking Accounts	1,280
Certificate of Deposit	510,494
Security Bank	<u>549</u>
Cash Balance	7,880,433
Less: Agency Funds per Schedule 3	<u>[100,951]</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 7,779,482</u>

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 365 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District had no related municipal entities.

Reimbursed Expenses

Expenditures in the amount of \$12,606 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee,
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Basis of Accounting

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 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.

Regulatory Basis Fund Types

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.

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

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

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

Capital Projects 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.

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 1 - Summary of Significant Accounting Policies (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.

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, student organization funds, etc.).

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), principal 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 calendar year 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.

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. The budget was not amended during the year ended June 30, 2019.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally 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 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, agency funds, and the following special purpose funds: Contingency Reserve, Community College, Reading Recovery, and Textbook Rental and Student Materials Revolving 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.

NOTE 2 - Deposits and Investments

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

Investments. 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

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 2 - Deposits and Investments (Continued)

warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. As of June 30, 2019, the District held no such investments.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods."

At June 30, 2019, the District's carrying amount of deposits was \$7,880,433 and the bank balance was \$8,154,382. The bank balance was held by five banks resulting in a concentration of credit risk. Of the bank balance, \$1,000,549 was covered by federal depository insurance and the balance of \$7,153,833 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

NOTE 3 – In-Substance Receipt in Transit

The District received \$390,907 in General State Aid and \$80,229 in Supplemental General State Aid subsequent to June 30, 2019, and as required by K.S.A. 72-6466, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2019.

NOTE 4 - Long-Term Debt

Following is a detailed listing of the District's long-term debt outstanding at June 30, 2019:

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Outstanding Amount</u>
Certificates of Participation					
Series 2010-A QSCB	12/22/2010	6.21%	9/1/2029	\$ 14,485,000	\$ 14,485,000
				<u>14,485,000</u>	<u>14,485,000</u>
Capital Leases					
2014 Buses	1/31/2013	3.00%	9/30/2022	1,100,000	473,906
2017 Mini Bus	7/6/2017	2.75%	6/26/2020	53,529	24,231
2017 Special Education Bus	7/31/2018	1.02%	7/31/2020	37,850	24,849
				<u>1,191,379</u>	<u>522,986</u>
Total				<u>\$ 15,676,379</u>	<u>\$ 15,007,986</u>

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 4 - Long-Term Debt (Continued)

Following is a summary of changes in long-term debt for the year ended June 30, 2019:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid Year Ended 6/30/2019</u>
Certificates of Participation					
Series 2010-A QSCB	\$ 14,485,000	\$ -	\$ -	\$ 14,485,000	\$ 900,098
Capital leases	<u>639,571</u>	<u>37,850</u>	<u>154,435</u>	<u>522,986</u>	<u>18,846</u>
 Total	 <u>\$ 15,124,571</u>	 <u>\$ 37,850</u>	 <u>\$ 154,435</u>	 <u>\$ 15,007,986</u>	 <u>\$ 918,944</u>

The Series 2010-A QSCB Certificates of Participation (COPS) are payable in full on September 1, 2029 in the amount of \$14,485,000 with interest payable annually to that date of \$900,098. The District is required to make annual sinking fund deposits annually through September 1, 2029, of amounts necessary to satisfy the minimum required accumulated balance under the Lease and Declaration of Trust. The District's annual deposits will consist of (1) the District's expected annual cash deposit in the base amount of \$258,320 (the "Base Cash Deposit") plus (2) the estimated investment earnings on the accumulated balance (the "Investment Earnings"). In the event the District's Base Cash Deposit plus Investment Earnings is insufficient to meet the required accumulated balance on a given September 1st, the District is required to make up the difference with an additional cash deposit to the sinking fund. In the event the accumulated balance exceeds the required accumulated balance on a given September 1st the excess will be withdrawn from the sinking fund. During the year ended June 30, 2019, the District was required to make the annual base deposit in order to meet the required accumulated balance.

The District is subject to Kansas statutes and may issue general obligation bonds for capital improvements upon the approval of a majority of the voters. Remaining debt service requirements for general obligation bonds will be repaid from the Debt Service Fund with future tax assessments. Such general obligation indebtedness may not exceed the amount allowed for the District under K.S.A. 72-6761.

The District's statutory limit for such bonded indebtedness is approximately \$11.6 million at June 30, 2019. The District has received authorization from the State of Kansas to exceed this limit.

Annual payment service requirements to maturity for the above leases:

<u>Year</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2019-20	\$ 140,205	\$ 15,681	\$ 155,885
2020-21	139,204	11,497	150,701
2021-22	120,372	7,331	127,703
2022-23	<u>123,206</u>	<u>3,719</u>	<u>126,925</u>
	<u>\$ 522,986</u>	<u>\$ 38,228</u>	<u>\$ 561,214</u>

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 5 - Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General	At Risk (4 Year Old)	K.S.A. 72-6478	\$ 35,313
General	Special Education	K.S.A. 72-6478	1,158,302
General	Professional Development	K.S.A. 72-6478	20,000
General	Vocational Education	K.S.A. 72-6478	281,268
General	Textbook Rental and Student Materials Revolving	K.S.A. 72-6478	55,000
General	At Risk (K-12)	K.S.A. 72-6478	780,000
General	Food Service	K.S.A. 72-6478	35,000
Supplemental General	Special Education	K.S.A. 72-6478	441,812
Supplemental General	At Risk (K-12)	K.S.A. 72-6478	<u>254,103</u>
Total			<u>\$ 3,060,798</u>

NOTE 6 - Defined Benefit Pension Plan

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contribution rates are withheld by their employer and paid to KPERS according to 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%, respectively, for the fiscal year ended June 30, 2019.

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

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 6 - Defined Benefit Pension Plan (Continued)

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 \$667,425 for the year ended June 30, 2019.

Net Pension Liability. At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$8,920,605. 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 these financial statements.

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 publically available on the KPERS website at www.kpers.org or can be obtained as described above.

NOTE 7 - Compensated Absences

The District's leave policies are as follows:

Certified employees – Full-time certified employees are granted ten days of leave per school year. Unused leave to be carried over at the end of the year may not exceed 120 days.

Certified employees can be compensated each June at a rate of \$20 per day of accumulated leave in excess of 110 days. Upon initial retirement under KPERS guidelines, certified employees are compensated at a rate of \$20 per day of accumulated leave to a maximum of 120 days.

Classified employees – Full-time classified employees are granted ten days of vacation of one year of continuous employment. Classified employees with five or more years of employment are granted one additional vacation day, to a maximum of 15 days of vacation each year. Unused vacation days are not permitted to be carried over from year to year. Full-time classified employees are also granted 12 days of sick leave each year. Unused sick leave to be carried over at the end of the year may not exceed 120 days.

Classified employees can be compensated each June at a rate of \$10 per day of accumulated leave in excess of 110 days. Upon initial retirement under KPERS guidelines, classified employees are compensated at a rate of \$20 per day of accumulated leave to a maximum of 120 days.

It is the District's policy to recognize the costs of compensated absences when actually paid.

NOTE 8 - Commitments and 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 disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are 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 statements of the District as of June 30, 2019.

UNIFIED SCHOOL DISTRICT NO. 365
Notes to the Financial Statements
For the Year Ended June 30, 2019

NOTE 9 - 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; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 10 – 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 this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

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.

NOTE 11 – Related Party Transactions

A board of education member is a senior vice president at a banking institution that holds a portion of the District's cash deposits.

NOTE 12 – Statutory Violation

Actual exceeded budgeted expenditures in the Gifts and Grants Fund, which is a violation of K.S.A. 79-2935.

UNIFIED SCHOOL DISTRICT NO. 365
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the 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 Budget</u>	<u>Variance Over [Under]</u>
Governmental Fund Types:						
General Funds:						
General	\$ 7,442,022	\$ 22,867	\$ 12,606	\$ 7,477,495	\$ 7,477,495	\$ -
Supplemental General	2,580,000	-	-	2,580,000	2,580,000	-
Special Purpose Funds:						
At Risk (4 Year Old)	131,220	-	-	131,220	91,777	39,443
At Risk (K-12)	1,039,001	-	-	1,039,001	1,030,120	8,881
Capital Outlay	2,435,000	-	-	2,435,000	1,414,534	1,020,466
Driver Training	45,750	-	-	45,750	12,387	33,363
Food Service	602,400	-	-	602,400	504,266	98,134
Professional Development	37,065	-	-	37,065	12,723	24,342
Special Education	1,865,717	-	-	1,865,717	1,570,715	295,002
Vocational Education	324,000	-	-	324,000	267,946	56,054
KPERs Special Retirement Contribution	1,042,439	-	-	1,042,439	667,425	375,014
Gifts and Grants	53,721	-	-	53,721	88,598	[34,877]
Federal Funds	223,961	-	-	223,961	242,336	[18,375]
Bond and Interest Fund:						
Bond and Interest	1,496,920	-	-	1,496,920	1,496,879	41

UNIFIED SCHOOL DISTRICT NO. 365
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State Aid:				
General state aid	\$ 6,191,941	\$ 6,456,587	\$ 6,420,823	\$ 35,764
Special education aid	912,700	1,008,302	1,021,199	[12,897]
Reimbursements	<u>4,880</u>	<u>12,606</u>	<u>-</u>	<u>12,606</u>
Total Receipts	<u>7,109,521</u>	<u>7,477,495</u>	<u>\$ 7,442,022</u>	<u>\$ 35,473</u>
Expenditures				
Instruction	2,095,404	1,972,444	\$ 2,020,679	\$ 48,235
Student support services	238,160	232,202	252,956	20,754
Instructional support services	184,027	196,218	214,158	17,940
General administration	199,308	199,875	219,371	19,496
School administration	678,252	712,646	760,712	48,066
Central services	106,098	153,133	202,300	49,167
Operations and maintenance	1,056,300	1,126,320	1,102,794	[23,526]
Transportation	498,447	519,774	580,201	60,427
Transfers out	2,053,525	2,364,883	2,088,851	[276,032]
Adjustments for qualifying budget credit	-	-	12,606	12,606
Adjustments to comply with legal max	<u>-</u>	<u>-</u>	<u>22,867</u>	<u>22,867</u>
Total Expenditures	<u>7,109,521</u>	<u>7,477,495</u>	<u>\$ 7,477,495</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 1,508,140	\$ 1,509,534	\$ 1,546,425	\$ [36,891]
Delinquent taxes	27,049	26,533	35,138	[8,605]
Motor vehicle tax	116,976	147,345	84,490	62,855
Recreational vehicle tax	3,092	3,519	1,397	2,122
State aid	<u>811,408</u>	<u>952,794</u>	<u>952,794</u>	<u>-</u>
Total Receipts	<u>2,466,665</u>	<u>2,639,725</u>	<u>\$ 2,620,244</u>	<u>\$ 19,481</u>
Expenditures				
Instruction	1,868,520	1,820,759	\$ 1,813,804	\$ [6,955]
Student support services	-	63,326	58,000	[5,326]
Transfers out	<u>611,480</u>	<u>695,915</u>	<u>708,196</u>	<u>12,281</u>
Total Expenditures	<u>2,480,000</u>	<u>2,580,000</u>	<u>\$ 2,580,000</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	[13,335]	59,725		
Unencumbered Cash, Beginning	<u>184,908</u>	<u>171,573</u>		
Unencumbered Cash, Ending	<u>\$ 171,573</u>	<u>\$ 231,298</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
At Risk (4 Year Old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State aid	\$ 6,960	\$ 67,000	\$ 67,000	\$ -
Transfers in	<u>53,491</u>	<u>35,313</u>	<u>54,000</u>	<u>[18,687]</u>
Total Receipts	<u>60,451</u>	<u>102,313</u>	<u>\$ 121,000</u>	<u>\$ [18,687]</u>
Expenditures				
Instruction	43,249	83,777	\$ 131,220	\$ 47,443
Operations and maintenance	<u>6,960</u>	<u>8,000</u>	<u>-</u>	<u>[8,000]</u>
Total Expenditures	<u>50,209</u>	<u>91,777</u>	<u>\$ 131,220</u>	<u>\$ 39,443</u>
Receipts Over [Under] Expenditures	10,242	10,536		
Unencumbered Cash, Beginning	<u>-</u>	<u>10,242</u>		
Unencumbered Cash, Ending	<u>\$ 10,242</u>	<u>\$ 20,778</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
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 Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers in	\$ 723,661	\$ 1,034,103	\$ 999,026	\$ 35,077
Total Receipts	<u>723,661</u>	<u>1,034,103</u>	<u>\$ 999,026</u>	<u>\$ 35,077</u>
Expenditures				
Instruction	<u>720,106</u>	<u>1,030,120</u>	<u>\$ 1,039,001</u>	<u>\$ 8,881</u>
Total Expenditures	<u>720,106</u>	<u>1,030,120</u>	<u>\$ 1,039,001</u>	<u>\$ 8,881</u>
Receipts Over [Under] Expenditures	3,555	3,983		
Unencumbered Cash, Beginning	<u>36,421</u>	<u>39,976</u>		
Unencumbered Cash, Ending	<u>\$ 39,976</u>	<u>\$ 43,959</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 541,605	\$ 612,045	\$ 566,214	\$ 45,831
Delinquent taxes	10,135	9,767	12,596	[2,829]
Motor vehicle tax	56,067	52,880	29,324	23,556
Recreational vehicle tax	4,404	3,739	3,026	713
Capital outlay state aid	116,824	136,073	136,661	[588]
Investment income	19,084	44,141	5,000	39,141
Miscellaneous	104,854	95,503	55,000	40,503
Transfer in	91,414	-	-	-
Total Receipts	<u>944,387</u>	<u>954,148</u>	<u>\$ 807,821</u>	<u>\$ 146,327</u>
Expenditures				
Instruction	181,013	162,176	\$ 300,000	\$ 137,824
Operations and maintenance	1,212	17,123	470,000	452,877
Transportation	187,594	19,642	190,000	170,358
Facility acquisition and construction	143,155	879,089	1,275,000	395,911
Building improvements	-	336,504	200,000	[136,504]
Total Expenditures	<u>512,974</u>	<u>1,414,534</u>	<u>\$ 2,435,000</u>	<u>\$ 1,020,466</u>
Receipts Over [Under] Expenditures	431,413	[460,386]		
Unencumbered Cash, Beginning	<u>1,890,756</u>	<u>2,322,169</u>		
Unencumbered Cash, Ending	<u>\$ 2,322,169</u>	<u>\$ 1,861,783</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State aid	\$ 8,960	\$ 10,290	\$ 8,970	\$ 1,320
Charges for services	<u>10,050</u>	<u>7,200</u>	<u>9,000</u>	<u>[1,800]</u>
Total Receipts	<u>19,010</u>	<u>17,490</u>	<u>\$ 17,970</u>	<u>\$ [480]</u>
Expenditures				
Instruction	13,576	11,477	\$ 42,250	\$ 30,773
Vehicle operations and maintenance	<u>75</u>	<u>910</u>	<u>3,500</u>	<u>2,590</u>
Total Expenditures	<u>13,651</u>	<u>12,387</u>	<u>\$ 45,750</u>	<u>\$ 33,363</u>
Receipts Over [Under] Expenditures	5,359	5,103		
Unencumbered Cash, Beginning	<u>40,255</u>	<u>45,614</u>		
Unencumbered Cash, Ending	<u>\$ 45,614</u>	<u>\$ 50,717</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Federal aid	\$ 305,239	\$ 310,296	\$ 293,878	\$ 16,418
State aid	5,301	5,123	4,318	805
Charges for services	174,864	160,695	171,074	[10,379]
Miscellaneous revenue	58	95	50	45
Transfers in	<u>12,819</u>	<u>35,000</u>	<u>17,920</u>	<u>17,080</u>
Total Receipts	<u>498,281</u>	<u>511,209</u>	<u>\$ 487,240</u>	<u>\$ 23,969</u>
Expenditures				
Food service operation	487,135	488,443	\$ 573,750	\$ 85,307
Operations and maintenance	<u>9,879</u>	<u>15,823</u>	<u>28,650</u>	<u>12,827</u>
Total Expenditures	<u>497,014</u>	<u>504,266</u>	<u>\$ 602,400</u>	<u>\$ 98,134</u>
Receipts Over [Under] Expenditures	1,267	6,943		
Unencumbered Cash, Beginning	<u>115,572</u>	<u>116,839</u>		
Unencumbered Cash, Ending	<u>\$ 116,839</u>	<u>\$ 123,782</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State aid	\$ 1,808	\$ 1,805	\$ 2,500	\$ [695]
Transfers in	<u>25,000</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Total Receipts	<u>26,808</u>	<u>21,805</u>	<u>2,500</u>	<u>19,305</u>
Expenditures				
Instructional support services	<u>11,225</u>	<u>12,723</u>	<u>\$ 37,065</u>	<u>\$ 24,342</u>
Total Expenditures	<u>11,225</u>	<u>12,723</u>	<u>\$ 37,065</u>	<u>\$ 24,342</u>
Receipts Over [Under] Expenditures	15,583	9,082		
Unencumbered Cash, Beginning	<u>18,983</u>	<u>34,566</u>		
Unencumbered Cash, Ending	<u>\$ 34,566</u>	<u>\$ 43,648</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Federal aid	\$ 4,916	\$ -	\$ -	\$ -
Miscellaneous revenue	53,529	37,850	-	37,850
Transfers in	<u>1,487,700</u>	<u>1,600,114</u>	<u>1,476,101</u>	<u>124,013</u>
Total Receipts	<u>1,546,145</u>	<u>1,637,964</u>	<u>\$ 1,476,101</u>	<u>\$ 161,863</u>
Expenditures				
Instruction	1,339,373	1,382,045	\$ 1,580,217	\$ 198,172
Student transportation service	<u>176,280</u>	<u>188,670</u>	<u>285,500</u>	<u>96,830</u>
Total Expenditures	<u>1,515,653</u>	<u>1,570,715</u>	<u>\$ 1,865,717</u>	<u>\$ 295,002</u>
Receipts Over [Under] Expenditures	30,492	67,249		
Unencumbered Cash, Beginning	<u>798,675</u>	<u>829,167</u>		
Unencumbered Cash, Ending	<u>\$ 829,167</u>	<u>\$ 896,416</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State aid	\$ 3,607	\$ 2,391	\$ 3,487	\$ [1,096]
Transfers in	<u>265,920</u>	<u>281,268</u>	<u>250,000</u>	<u>31,268</u>
Total Receipts	<u>269,527</u>	<u>283,659</u>	<u>\$ 253,487</u>	<u>\$ 30,172</u>
Expenditures				
Instruction	<u>271,115</u>	<u>267,946</u>	<u>\$ 324,000</u>	<u>\$ 56,054</u>
Total Expenditures	<u>271,115</u>	<u>267,946</u>	<u>\$ 324,000</u>	<u>\$ 56,054</u>
Receipts Over [Under] Expenditures	[1,588]	15,713		
Unencumbered Cash, Beginning	<u>74,608</u>	<u>73,020</u>		
Unencumbered Cash, Ending	<u>\$ 73,020</u>	<u>\$ 88,733</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
 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 Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State aid	\$ 765,688	\$ 667,425	\$ 1,042,439	\$ [375,014]
Total Receipts	<u>765,688</u>	<u>667,425</u>	<u>\$ 1,042,439</u>	<u>\$ [375,014]</u>
Expenditures				
Instruction	459,414	400,454	\$ 620,532	\$ 220,078
Student support services	45,941	40,046	63,153	23,107
Instructional support services	53,598	46,720	73,429	26,709
General administration	45,941	40,046	63,153	23,107
School administration	53,598	46,720	73,429	26,709
Operations and maintenance	61,255	53,394	84,704	31,310
Student transportation services	7,657	6,674	11,461	4,787
Food service	38,284	33,371	52,578	19,207
Total Expenditures	<u>765,688</u>	<u>667,425</u>	<u>\$ 1,042,439</u>	<u>\$ 375,014</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
 Gifts and Grants Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Contributions and donations	\$ 6,748	\$ 140,326	\$ 38,721	\$ 101,605
Total Receipts	<u>6,748</u>	<u>140,326</u>	<u>\$ 38,721</u>	<u>\$ 101,605</u>
Expenditures				
Instruction	<u>8,387</u>	<u>88,598</u>	<u>\$ 53,721</u>	<u>\$ [34,877]</u>
Total Expenditures	<u>8,387</u>	<u>88,598</u>	<u>\$ 53,721</u>	<u>\$ [34,877]</u>
Receipts Over [Under] Expenditures	[1,639]	51,728		
Unencumbered Cash, Beginning	<u>95,759</u>	<u>94,120</u>		
Unencumbered Cash, Ending	<u>\$ 94,120</u>	<u>\$ 145,848</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Textbook Rental and Student Materials Revolving Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended June 30, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for services	\$ 46,910	\$ 48,108
Miscellaneous	15,875	16,890
Transfers in	<u>5,000</u>	<u>55,000</u>
Total Receipts	<u>67,785</u>	<u>119,998</u>
Expenditures		
Instruction	<u>12,880</u>	<u>149,437</u>
Total Expenditures	<u>12,880</u>	<u>149,437</u>
Receipts Over [Under] Expenditures	54,905	[29,439]
Unencumbered Cash, Beginning	<u>89,037</u>	<u>143,942</u>
Unencumbered Cash, Ending	<u>\$ 143,942</u>	<u>\$ 114,503</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 365
Federal Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019

	<u>Title I</u>	<u>Title II-A Teacher Quality</u>	<u>Title IV-A</u>	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts						
Federal aid	\$ 185,934	\$ 38,490	\$ 17,912	\$ 242,336	\$ 223,961	\$ 18,375
Total Receipts	<u>185,934</u>	<u>38,490</u>	<u>17,912</u>	<u>242,336</u>	<u>\$ 223,961</u>	<u>\$ 18,375</u>
Expenditures						
Instruction	<u>185,934</u>	<u>38,490</u>	<u>17,912</u>	<u>242,336</u>	<u>\$ 223,961</u>	<u>\$ [18,375]</u>
Total Expenditures	<u>185,934</u>	<u>38,490</u>	<u>17,912</u>	<u>242,336</u>	<u>\$ 223,961</u>	<u>\$ [18,375]</u>
Receipts Over [Under] Expenditures	-	-	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 365
Contingency Reserve Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended June 30, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>
Expenditures		
Instruction	-	-
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	-	-
Unencumbered Cash, Beginning	<u>570,696</u>	<u>570,696</u>
Unencumbered Cash, Ending	<u>\$ 570,696</u>	<u>\$ 570,696</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 365
Reading Recovery Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended June 30, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Reimbursements	\$ 5,800	\$ 7,850
Total Receipts	<u>5,800</u>	<u>7,850</u>
 Expenditures		
Instruction	<u>5,095</u>	<u>12,409</u>
Total Expenditures	<u>5,095</u>	<u>12,409</u>
 Receipts Over [Under] Expenditures	 705	 [4,559]
 Unencumbered Cash, Beginning	 <u>99,508</u>	 <u>100,213</u>
 Unencumbered Cash, Ending	 <u>\$ 100,213</u>	 <u>\$ 95,654</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 365
Community College Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended June 30, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Miscellaneous revenue	\$ 10,090	\$ 12,110
Total Receipts	<u>10,090</u>	<u>12,110</u>
Expenditures		
Instruction	<u>3,593</u>	<u>3,913</u>
Total Expenditures	<u>3,593</u>	<u>3,913</u>
Receipts Over [Under] Expenditures	6,497	8,197
Unencumbered Cash, Beginning	<u>70,730</u>	<u>77,227</u>
Unencumbered Cash, Ending	<u>\$ 77,227</u>	<u>\$ 85,424</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 365
Bond Construction Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended June 30, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Investment income	\$ 177	\$ 342
Total Receipts	<u>177</u>	<u>342</u>
Expenditures		
Facility acquisition and construction	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	177	342
Unencumbered Cash, Beginning	<u>30</u>	<u>207</u>
Unencumbered Cash, Ending	<u>\$ 207</u>	<u>\$ 549</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 365
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2019
(With Comparative Actual Amounts for the Year Ended June 30, 2018)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 566,569	\$ 600,348	\$ 554,905	\$ 45,443
Delinquent taxes	14,103	11,913	13,125	[1,212]
Motor vehicle tax	73,482	60,199	33,712	26,487
Recreational vehicle tax	5,914	4,396	3,479	917
State aid	156,257	169,491	169,491	-
Miscellaneous revenue	<u>725,340</u>	<u>728,649</u>	<u>726,507</u>	<u>2,142</u>
Total Receipts	<u>1,541,665</u>	<u>1,574,996</u>	<u>\$ 1,501,219</u>	<u>\$ 73,777</u>
Expenditures				
Principal	568,142	596,781	\$ 596,822	\$ 41
Interest	<u>900,098</u>	<u>900,098</u>	<u>900,098</u>	<u>-</u>
Total Expenditures	<u>1,468,240</u>	<u>1,496,879</u>	<u>\$ 1,496,920</u>	<u>\$ 41</u>
Receipts Over [Under] Expenditures	73,425	78,117		
Unencumbered Cash, Beginning	<u>2,079,510</u>	<u>2,152,935</u>		
Unencumbered Cash, Ending	<u>\$ 2,152,935</u>	<u>\$ 2,231,052</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2019

<u>FUND</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Anderson County Jr/Sr High School				
AP government class	\$ 143	\$ 12,962	\$ 12,977	\$ 128
ACHS greenhouse	141	-	110	31
Art club	1,670	884	645	1,909
Band club	8,374	8,781	11,470	5,685
Bulldog fund	-	540	288	252
Cheerleaders	3,316	20,328	19,074	4,570
Chess club	75	-	-	75
Choir	498	1,620	1,760	358
Class of '17	25	-	-	25
Class of '18	114	45	-	159
Class of '19	1,612	727	750	1,589
Class of '20	1,290	11,076	12,081	285
Class of '21	670	605	10	1,265
Class of '22	-	430	-	430
Dance	6,768	14,085	13,738	7,115
Drama	9,368	4,529	7,488	6,409
FACS	1,411	2,535	2,552	1,394
FBLA	482	6,976	5,889	1,569
FCCLA	569	4,090	4,563	96
FFA	4,725	16,395	20,583	537
A-VAC	1,859	-	-	1,859
Applied business development	1,824	361	1,313	872
Internationals	3,664	1,739	1,471	3,932
21st Century journalism	265	-	-	265
Junior High cheerleaders	1,026	350	1,093	283
Junior High STUCO pencil account	187	-	-	187
Junior High NHS	266	386	453	199
Junior High science	4,816	1,450	160	6,106
Junior High student council	2,221	22,642	18,227	6,636
Junior High yearbook	2,507	351	606	2,252
Junior High scholastic book order	7	-	-	7
KAY	1,094	2,944	2,567	1,471
Kellstadt wall of honor fund	-	-	-	-
Munchies	189	-	-	189
National honor society	1,107	655	755	1,007
Neosho Community College	-	2,000	2,000	-
Red Black	89	7,050	6,139	1,000
SAFE	5,359	-	-	5,359
Sales tax	9	10,329	10,338	-
Science club	964	1,690	2,204	450
Strength and conditioning	2,190	-	1,500	690
Service learning scholarship fund	8	-	-	8
Student advocacy	100	-	-	100
Student council	2,338	15,565	17,635	268
Students in need	200	-	-	200
Skills USA	1,091	8,289	4,080	5,300
Voc. agriculture	3,310	1,248	109	4,449
Digital media & production	22,691	6,925	8,120	21,496
Total Anderson County Jr/Sr High School	100,632	190,582	192,748	98,466

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 365
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2019

<u>FUND</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
Garnett Elementary School				
Emergency fund	\$ 315	\$ -	\$ 67	\$ 248
Spelling bee	122	205	171	156
Staff club	193	495	333	355
Students funds	<u>158</u>	<u>7,444</u>	<u>7,335</u>	<u>267</u>
Total Garnett Elementary School	<u>788</u>	<u>8,144</u>	<u>7,906</u>	<u>1,026</u>
Greeley Elementary School				
Teacher fund	86	170	217	39
Wildcat Bellringers	40	-	-	40
Emergency coalition	227	-	-	227
Student activities	<u>84</u>	<u>54</u>	<u>130</u>	<u>8</u>
Total Greeley Elementary School	<u>437</u>	<u>224</u>	<u>347</u>	<u>314</u>
Westphalia Elementary School				
Instrumentals	32	-	-	32
Pep club	1,111	50	707	454
Special project	<u>1,223</u>	<u>2,055</u>	<u>2,619</u>	<u>659</u>
Total Westphalia Elementary School	<u>2,366</u>	<u>2,105</u>	<u>3,326</u>	<u>1,145</u>
Total Student Organization Funds	<u>\$ 104,223</u>	<u>\$ 201,055</u>	<u>\$ 204,327</u>	<u>\$ 100,951</u>

UNIFIED SCHOOL DISTRICT NO. 365
 District Activity Funds
 Schedule of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2019

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Anderson County Jr/Sr High School							
Gate receipts	\$ 20,257	\$ -	\$ 69,549	\$ 73,999	\$ 15,807	\$ -	\$ 15,807
Art	-	-	4,004	3,979	25	-	25
Concessions	-	-	8,394	8,394	-	-	-
Into to industrial tech	-	-	430	430	-	-	-
School lunch	207	-	73,132	72,485	854	-	854
Textbooks	-	-	16,602	16,602	-	-	-
Production technology	-	-	1,650	1,650	-	-	-
Driver's ed	-	-	7,200	7,200	-	-	-
CADD/Drafting	-	-	110	110	-	-	-
Musical	1,132	-	1,082	1,258	956	-	956
Plays	2,171	-	1,717	1,366	2,522	-	2,522
Petty cash	-	-	1,491	1,491	-	-	-
Technology tablet fee	-	-	3,630	3,630	-	-	-
Interest income	11	-	162	161	12	-	12
Library	-	-	19	19	-	-	-
Total Anderson County Jr/Sr High School	23,778	-	189,172	192,774	20,176	-	20,176
Garnett Elementary School							
Adult meals	-	-	1,987	1,987	-	-	-
Student meals	-	-	68,898	68,898	-	-	-
Daily Milk	-	-	525	525	-	-	-
Library fund	-	-	5,341	5,341	-	-	-
Music	-	-	271	271	-	-	-
Petty cash	-	-	900	900	-	-	-
Preschool fee	-	-	9,290	9,290	-	-	-
Textbook rental	-	-	9,710	9,710	-	-	-
Total Garnett Elementary School	-	-	96,922	96,922	-	-	-
Greeley Elementary School							
Textbook	-	-	650	650	-	-	-
Petty Cash	-	-	300	300	-	-	-
Student meals	-	-	6,890	6,890	-	-	-
Adult meals	-	-	672	672	-	-	-
A la carte/milk	-	-	20	20	-	-	-
Total Greeley Elementary School	-	-	8,532	8,532	-	-	-
Westphalia Elementary							
Petty cash	-	-	300	300	-	-	-
Students meals	-	-	7,241	7,241	-	-	-
Adult meals	-	-	1,917	1,917	-	-	-
Enrollment fees	-	-	1,150	1,150	-	-	-
Athletic	221	-	996	1,082	135	-	135
Lib & Int	-	-	5	5	-	-	-
Total Westphalia Elementary	221	-	11,609	11,695	135	-	135
Total District Activity Funds	\$ 23,999	\$ -	\$ 306,235	\$ 309,923	\$ 20,311	\$ -	\$ 20,311