

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Financial Statement
With Independent Auditors' Report

For the Year Ended June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Financial Statement With Independent Auditors' Report
For the Year Ended June 30, 2019

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Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 376 Sterling, Kansas
Sterling, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Unified School District No. 376 Sterling, Kansas**, as of and for the year ended June 30, 2019 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

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

As described in Note 1, the financial statement is prepared by **Unified School District No. 376 Sterling, Kansas** on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting*

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matters discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Unified School District No. 376 Sterling, Kansas** as of June 30, 2019, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Unified School District No. 376 Sterling, Kansas** as of June 30, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Supplementary Information

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Unified School District No. 376 Sterling, Kansas as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated February 11, 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 web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2018 actual column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and

expenditures – actual and budget for the year ended June 30, 2019 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2018 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2018 basic financial statement. The 2018 comparative information was subjected to the auditing procedures applied in the audit of the 2018 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2018 basic financial statement or to the 2018 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2018 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2018, on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball, Chartered

ADAMS, BROWN, BERAN & BALL, CHTD.

Certified Public Accountants

December 9, 2019

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
 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 Type Funds							
General Funds							
General Fund	\$ 1,283	431	4,084,304	4,085,172	846	3,146	3,992
Supplemental General Fund	34,888	-	1,315,915	1,297,808	52,995	6,471	59,466
Special Purpose Funds							
Capital Outlay Fund	258,092	-	484,191	561,748	180,535	92,167	272,702
Driver Training Fund	16,395	-	8,818	4,524	20,689	-	20,689
Food Service Fund	40,000	-	326,838	319,968	46,870	-	46,870
Professional Development Fund	-	-	6,087	6,087	-	-	-
Special Education Fund	106,928	-	763,253	870,181	-	227	227
Vocational Education Fund	-	-	219,038	219,038	-	-	-
Recreation Commission Fund	11,111	-	99,875	107,876	3,110	-	3,110
Bilingual Education Fund	-	-	519	-	519	-	519
Title II, Part A Teacher Quality Fund	-	-	14,900	14,900	-	-	-
Title I, Part A Improving the Academic Achievement of Disadvantaged Fund	-	-	97,947	97,947	-	-	-
KPERS Retirement Contributions Fund	-	-	342,587	342,587	-	-	-
At Risk (4-Year Old) Fund	-	-	2,456	2,456	-	-	-
At Risk (K-12) Fund	-	-	230,006	230,006	-	-	-
Contingency Fund	43,102	-	-	-	43,102	-	43,102
Textbook Rental Fund	7,315	-	9,880	13,418	3,777	-	3,777
Donations and Grants Fund	34,724	-	22,514	28,792	28,446	-	28,446
Uniform Replacement Fund	11,366	-	6,865	1,269	16,962	-	16,962
Memorial Scholarship Fund	166,916	-	12,532	6,887	172,561	-	172,561
District Activity Funds	17,649	-	76,611	76,503	17,757	-	17,757
Bond and Interest Fund							
Bond and Interest Fund	1,085,158	-	1,518,899	1,287,706	1,316,351	-	1,316,351
Total Primary Government	1,834,927	431	9,644,035	9,574,873	1,904,520	102,011	2,006,531
Related Municipal Entity							
Recreation Commission	109,399	-	113,984	149,274	74,109	6,144	80,253
Total Reporting Entity (Excluding Agency Funds)	\$ 1,944,326	431	9,758,019	9,724,147	1,978,629	108,155	2,086,784
Composition of Cash							
							\$ 1,882,351
							27,076
							18
							143,696
							2,053,141
							80,252
							(46,609)
							\$ 2,086,784

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

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unified School District No. 376 Sterling, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Use of Estimates

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

Financial Reporting Entity

The District is a municipal corporation governed by an elected five-member board. This financial statement presents the District (the municipality) and its related municipal entity shown below. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Recreation Commission

Sterling Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928.

Basis of Presentation – Fund Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

Basis of Accounting

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

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

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

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the District are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, and temporary notes are not presented in the financial statement.

Property Tax Calendar

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

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the agency funds of the District for special purposes.

Reimbursements

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

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

NOTE 2 – BUDGETARY INFORMATION

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Title II, Part A Teacher Quality Fund, Title I, Part A Improving the Academic Achievement of Disadvantaged Fund, Contingency Fund, Textbook Rental Fund, Donations and Grants Fund, Uniform Replacement Fund, Memorial Scholarship Fund and District Activity Funds.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

Unified School District No. 376 Sterling, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

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

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

Concentration of Credit Risk

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

Custodial Credit Risk – Deposits

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

At June 30, 2019, the District's carrying amount of deposits was \$2,053,140 and the bank balance was \$2,726,812. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$670,772 was covered by federal depository insurance and \$2,056,040 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

At June 30, 2019, the Receptions Commission's carrying amount of deposits was \$80,252 and the bank balance was \$80,771. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, all was covered by federal depository insurance.

Custodial Credit Risk – Investments

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

NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT

Unified School District No. 376 Sterling, Kansas received \$256,651 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.

NOTE 5 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Unified School District No. 376 Sterling, Kansas'** interfund transfers and regulatory authority for the year ended June 30, 2019 were as follows:

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Food Service Fund	K.S.A. 72-5167	\$ 11,459
General Fund	Special Education Fund	K.S.A. 72-5167	625,231
General Fund	Title I, Part A Improving the Academic Achievement of Disadvantaged Fund	K.S.A. 72-5167	18,383
General Fund	Title II, Part A Teacher Quality Fund	K.S.A. 72-5167	321
General Fund	At-Risk (4-Year Old) Fund	K.S.A. 72-5167	2,456
General Fund	At-Risk (K-12) Fund	K.S.A. 72-5167	23,016
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-5143	202,485
Supplemental General Fund	Food Service Fund	K.S.A. 72-5143	55,000
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	6,087
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	126,221
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-5143	214,184
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	519

NOTE 6 – LITIGATION

Unified School District No. 376 Sterling, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the District.

NOTE 7 – RISK MANAGEMENT

Unified School District No. 376 Sterling, Kansas carries commercial insurance for risks of loss, including property, general liability, inland marine, automobile, umbrella, linebacker, crime, data and worker's compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 – GRANTS AND SHARED REVENUES

Unified School District No. 376 Sterling, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Unified School District No. 376 Sterling, Kansas exceeded its budget authority in the Recreation Fund by \$16,876, which is a violation of K.S.A. 79-2935.

NOTE 10 – OPERATING LEASES

On July 13, 2018, the District entered into a lease agreement with Sterling College to lease a stadium and other athletic facilities. The agreement calls for annual payments of \$37,500 for two years. Payments totaling \$37,500 were made in 2019. Future payments to maturity are as follows:

<u>Year</u>	<u>Amount</u>
2020	\$ 37,500

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

NOTE 11 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

Unified School District No. 376 Sterling, Kansas 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 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

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

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

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$342,587 for the year ended June 30, 2019.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

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 \$4,512,295. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2018. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 12 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **Unified School District No. 376 Sterling, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

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

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

NOTE 13 – TERMINATION BENEFITS

Early Retirement Plan

Certified personnel employed prior September 1, 2006 are eligible to participate in the District's early retirement program if certain eligibility requirements are met. The employee must have completed 15 years of service with the District and be eligible for KPERS retirement.

Eligibility commences on July 1 in the year the employees turns age 57 prior to September 1st. It continues until any year between ages 61 and 64. Notification must be given to the District by May 10th in the year prior to the July 1 retirement date. Upon early retirement, the retiree is eligible to receive 15 percent of his or her last contract annually with an accumulative limit set at 75 percent of the same contract. Payment schedules vary depending on the age of retirement as shown below:

Prior to age 60	60	61	62	63	64
Minimum of five years	5 years	4 years	3 years	2 years	1 year

As of June 30, 2019 the District had four eligible retirees under this program. The District is liable for \$123,476, which will be paid out over the next five years.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

NOTE 14 – COMPENSATED ABSENCES

Vacation

12-month employees are allowed 10 days each year and increases to 15 days after being employed with the District for eight years. Vacation leave must be used during the current contract year and may not accumulate.

Discretionary Leave

Certified Employees – Each employee is allowed twelve days per year, accumulative to 60 days. At the end of the school year, the District will buy any accumulated discretionary days that exceed five days at a rate of \$45 per day.

Classified Employees – Full-time employees are allowed two days personal leave per contract year. Each employee may accumulate personal leave to a maximum of five days. Employees may choose to redeem any or all at \$45 per day (pro-rated for part-time employees).

NOTE 15 – ADVANCED REFUNDING DEBT DEFEASANCE

On July 27, 2017, the District issued Series 2017 General Obligation Refunding bonds of \$1,715,000 (par value) with an interest rate of 3% to advance refund a portion of the Series 2009 General Obligation Bonds. The Series 2017 bonds were issued at \$1,805,659, and after paying issuance costs of \$33,848, the net proceeds were \$1,771,811. The net proceeds from the issuance of the general obligation bonds were deposited into an irrevocable trust with an escrow agent to provide debt service payments until maturity. The Series 2009 bonds mature on September 1, 2019, and will be subject to optional redemption and payment prior to their stated maturity. The District completed the refunding to reduce its total debt service requirements and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$59,290.

NOTE 16 – LONG-TERM DEBT

Unified School District No. 376 Sterling, Kansas has the following types of long-term debt.

General Obligation Bonds

On December 15, 2008, the District issued \$2,000,000 for Facility Improvements – Series 2008 A bonds for the purpose of facility improvements.

On May 1, 2009, the District issued \$18,515,000 for Facility Improvements – Series 2009 bonds for the purpose of facility improvements.

On December 22, 2014, the District issued \$8,795,000 for Facility Improvements Bonds - Series 2014 for the purpose of providing funds for refunding a portion of \$1,785,000 in Facility Improvements, Series 2008 A bonds and \$16,640,000 in Facility Improvements, Series 2009 bonds.

On March 12, 2015, the District issued \$8,615,000 in Facility Improvements Bonds - Series 2015 for the purpose of providing funds for refunding a portion of \$1,785,000 in facility improvements, Series 2008 A bonds and \$16,640,000 in Facility Improvements, Series 2009 bonds.

On July 27, 2017, the District issued \$1,715,000 in Facility Improvements Bonds - Series 2017 for the purpose of providing funds for refunding a portion of \$18,515,000 in Facility Improvements, Series 2009 bonds.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Notes to Financial Statement

June 30, 2019

Lease Obligations

The District has entered into a lease agreement for the Wellness Center. The lease contains a fiscal funding clause.

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Notes to Financial Statement
June 30, 2019

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2008-A	2.50%-5.00%	12/15/2018	\$ 2,000,000	9/1/2028	\$ 100,000	-	100,000	-	46,280
Series 2009	3.00%-5.25%	5/1/2009	18,515,000	9/1/2035	565,000	-	265,000	300,000	843,863
Series 2014	3.00%-4.00%	12/22/2014	8,795,000	9/1/2033	8,795,000	-	-	8,795,000	32,563
Series 2015	2.25%-4.00%	3/12/2015	8,615,000	9/1/2035	8,615,000	-	-	8,615,000	334,950
Series 2017	3.00%	7/27/2017	1,715,000	9/1/2023	1,715,000	-	-	1,715,000	51,450
Capital lease									
Wellness Center	3.50%	2/15/2014	99,112	2/15/2021	24,069	-	24,069	-	-
Total Contractual Indebtedness					\$ 19,814,069	-	389,069	19,425,000	1,309,106

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

	2020	2021	2022	2023	2024	2025 - 2029	2030 - 2034	2035	Total
Principal									
General Obligation Bonds									
Series 2009	\$ 300,000	-	-	-	-	-	-	-	300,000
Series 2014	130,000	190,000	210,000	215,000	225,000	4,845,000	2,980,000	-	8,795,000
Series 2015	150,000	135,000	120,000	115,000	100,000	265,000	5,920,000	1,810,000	8,615,000
Series 2017	-	355,000	400,000	460,000	500,000	-	-	-	1,715,000
Total Principal	580,000	680,000	730,000	790,000	825,000	5,110,000	8,900,000	1,810,000	19,425,000
Interest									
General Obligation Bonds									
Series 2009	419,281	-	-	-	-	-	-	-	419,281
Series 2014	192,001	315,076	307,076	298,576	290,901	1,059,589	337,200	-	2,800,419
Series 2015	167,475	332,700	328,425	324,600	321,075	1,568,865	1,132,988	142,700	4,318,828
Series 2017	25,725	46,125	34,800	21,900	7,500	-	-	-	136,050
Total Interest	804,482	693,901	670,301	645,076	619,476	2,628,454	1,470,188	142,700	7,674,578
Total Principal and Interest	\$ 1,384,482	1,373,901	1,400,301	1,435,076	1,444,476	7,738,454	10,370,188	1,952,700	27,099,578

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Regulatory-Required Supplementary Information

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Summary of Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2019

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds						
General Funds						
General Fund	\$ 4,124,600	(184,505)	145,077	4,085,172	4,085,172	-
Supplemental General Fund	1,319,584	(21,636)	-	1,297,948	1,297,808	(140)
Special Purpose Funds						
Capital Outlay Fund	715,420	-	-	715,420	561,748	(153,672)
Driver Training Fund	24,707	-	-	24,707	4,524	(20,183)
Food Service Fund	384,581	-	-	384,581	319,968	(64,613)
Professional Development Fund	11,875	-	-	11,875	6,087	(5,788)
Special Education Fund	1,057,613	-	-	1,057,613	870,181	(187,432)
Vocational Education Fund	305,104	-	-	305,104	219,038	(86,066)
Recreation Commission Fund	91,000	-	-	91,000	107,876	16,876
Bilingual Education Fund	833	-	-	833	-	(833)
KPERS Retirement Contributions Fund	575,356	-	-	575,356	342,587	(232,769)
At Risk (4-Year Old) Fund	15,000	-	-	15,000	2,456	(12,544)
At Risk (K-12) Fund	375,000	-	-	375,000	230,006	(144,994)
Bond and Interest Fund						
Bond and Interest Fund	1,287,706	-	-	1,287,706	1,287,706	-

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Mineral Severance Tax	\$ 3,540	1,966	-	1,966
State Aid				
Equalization Aid	3,392,774	3,412,030	3,508,813	(96,783)
Special Education Aid	521,635	525,231	615,787	(90,556)
Other State Aid	990	5,412	-	5,412
Federal Aid	500	250	-	250
Reimbursed Expenses	90,827	139,415	-	139,415
Total Receipts	<u>4,010,266</u>	<u>4,084,304</u>	<u>4,124,600</u>	<u>(40,296)</u>
Expenditures				
Instruction	2,267,209	2,327,235	2,266,524	60,711
Student Support Services	163,949	31,208	173,369	(142,161)
Instructional Support Staff	104,549	107,522	104,100	3,422
General Administration	242,416	247,101	309,600	(62,499)
School Administration	313,730	368,045	283,220	84,825
Central Services	4,451	4,572	-	4,572
Operations and Maintenance	108,590	68,024	-	68,024
Vehicle Operating Services	201,160	246,910	147,000	99,910
Miscellaneous	-	3,689	-	3,689
Transfers Out	602,929	680,866	840,787	(159,921)
Adjustment to Comply With Legal Max	-	-	(184,505)	184,505
Legal General Fund Budget	4,008,983	4,085,172	3,940,095	145,077
(a) Adjustment for Qualifying Budget Credits	-	-	145,077	(145,077)
Total Expenditures	<u>4,008,983</u>	<u>4,085,172</u>	<u>4,085,172</u>	<u>-</u>
Receipts Over (Under) Expenditures	1,283	(868)		
Unencumbered Cash - Beginning	-	1,283		
Prior Year Cancelled Encumbrances	-	431		
Unencumbered Cash - Ending	\$ <u>1,283</u>	<u>846</u>		
(a) Adjustment for Qualifying Budget Credits				
Other State Aid Over Amount Budgeted			\$ 5,412	
Federal Aid Over Amount Budgeted			250	
Reimbursed Expenses Over Amount Budgeted			139,415	
Total			<u>\$ 145,077</u>	

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues	\$ 655,243	624,535	777,165	(152,630)
Supplemental General State Aid	698,602	683,240	694,629	(11,389)
Reimbursements	-	5,850	-	5,850
Other Revenue	161	2,290	-	2,290
Total Receipts	<u>1,354,006</u>	<u>1,315,915</u>	<u>1,471,794</u>	<u>(155,879)</u>
Expenditures				
Instruction	152,232	184,980	92,910	92,070
General Administration	11,098	-	-	-
Operations and Maintenance	247,248	353,867	210,696	143,171
Instruction Support Services	131,592	133,743	133,190	553
Contracted Services	46,599	14,251	41,955	(27,704)
Miscellaneous	-	6,471	-	6,471
Transfers Out	735,985	604,496	840,833	(236,337)
Adjustment to Comply With Legal Max	-	-	(21,636)	21,636
Total Expenditures	<u>1,324,754</u>	<u>1,297,808</u>	<u>1,297,948</u>	<u>(140)</u>
Receipts Over (Under) Expenditures	29,252	18,107		
Unencumbered Cash - Beginning	<u>5,636</u>	<u>34,888</u>		
Unencumbered Cash - Ending	<u>\$ 34,888</u>	<u>52,995</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues	\$ 265,779	323,612	312,515	11,097
Interest Income	1,281	2,788	1,200	1,588
State Aid	108,486	128,063	133,106	(5,043)
Rental	-	2,720	-	2,720
Other Revenue	-	27,008	10,508	16,500
Total Receipts	<u>375,546</u>	<u>484,191</u>	<u>457,329</u>	<u>26,862</u>
Expenditures				
Instruction	-	-	70,000	(70,000)
Operations and Maintenance	247,343	271,129	535,420	(264,291)
Transportation	80,700	198,276	110,000	88,276
Facility Acquisition and Construction	54,401	92,343	-	92,343
Total Expenditures	<u>382,444</u>	<u>561,748</u>	<u>715,420</u>	<u>(153,672)</u>
Receipts Over (Under) Expenditures	(6,898)	(77,557)		
Unencumbered Cash - Beginning	<u>264,990</u>	<u>258,092</u>		
Unencumbered Cash - Ending	\$ <u>258,092</u>	<u>180,535</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 4,096	5,586	4,810	776
Student Fees	3,953	3,232	3,500	(268)
Total Receipts	8,049	8,818	<u>8,310</u>	<u>508</u>
Expenditures				
Instruction	5,529	3,846	22,147	(18,301)
Operations and Maintenance	700	678	2,560	(1,882)
Total Expenditures	6,229	4,524	<u>24,707</u>	<u>(20,183)</u>
Receipts Over (Under) Expenditures	1,820	4,294		
Unencumbered Cash - Beginning	14,575	16,395		
Unencumbered Cash - Ending	\$ <u>16,395</u>	<u>20,689</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 3,349	3,028	2,880	148
Federal Aid	142,612	136,044	150,281	(14,237)
Student Sales	100,730	106,908	112,050	(5,142)
Adult Sales	6,703	5,549	24,370	(18,821)
Other Income	8,080	8,850	-	8,850
Transfers In	51,355	66,459	55,000	11,459
Total Receipts	<u>312,829</u>	<u>326,838</u>	<u>344,581</u>	<u>(17,743)</u>
Expenditures				
Operations and Maintenance	178	-	200,150	(200,150)
Food Service Operation	312,482	319,968	184,431	135,537
Total Expenditures	<u>312,660</u>	<u>319,968</u>	<u>384,581</u>	<u>(64,613)</u>
Receipts Over (Under) Expenditures	169	6,870		
Unencumbered Cash - Beginning	<u>39,831</u>	<u>40,000</u>		
Unencumbered Cash - Ending	<u>\$ 40,000</u>	<u>46,870</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Other State Aid	\$ 1,748	-	1,875	(1,875)
Transfers In	9,252	6,087	10,000	(3,913)
Total Receipts	11,000	6,087	<u>11,875</u>	<u>(5,788)</u>
Expenditures				
Instruction Support Staff	11,000	6,087	<u>11,875</u>	<u>(5,788)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Federal Aid	\$ 3,543	-	-	-
Other Revenue	9,048	-	-	-
Reimbursed Expenses	10,143	11,801	-	11,801
Transfers In	770,357	751,452	925,787	(174,335)
Total Receipts	793,091	763,253	<u>925,787</u>	<u>(162,534)</u>
Expenditures				
Instruction	812,113	849,862	1,039,727	(189,865)
Student Transportation Services	24,050	20,092	17,886	2,206
Miscellaneous	-	227	-	227
Total Expenditures	836,163	870,181	<u>1,057,613</u>	<u>(187,432)</u>
Receipts Over (Under) Expenditures	(43,072)	(106,928)		
Unencumbered Cash - Beginning	150,000	106,928		
Unencumbered Cash - Ending	\$ <u>106,928</u>	<u>-</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Vocational Education Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Miscellaneous	\$ 3,768	4,854	-	4,854
State Aid	3,239	-	5,104	(5,104)
Transfers In	239,271	214,184	300,000	(85,816)
Total Receipts	246,278	219,038	305,104	(86,066)
Expenditures				
Instruction	245,998	218,665	305,104	(86,439)
Professional Development	280	330	-	330
School Administration	-	43	-	43
Total Expenditures	246,278	219,038	305,104	(86,066)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes	\$ 86,759	99,875	22,112	77,763
Expenditures				
Appropriations	80,000	107,876	91,000	16,876
Receipts Over (Under) Expenditures	6,759	(8,001)		
Unencumbered Cash - Beginning	4,352	11,111		
Unencumbered Cash - Ending	\$ 11,111	3,110		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Bilingual Education Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ -	519	833	(314)
Expenditures				
Instruction	-	-	833	(833)
Receipts Over (Under) Expenditures	-	519		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	519		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Title II, Part A Teacher Quality 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)

	Prior Year Actual	Current Year Actual
Receipts		
Title IIA Federal Aid	\$ 12,507	14,579
Transfers In	-	321
	<hr/>	<hr/>
Total Receipts	12,507	14,900
Expenditures		
Instruction	12,507	14,900
	<hr/>	<hr/>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	<hr/>	<hr/>
	-	-
Unencumbered Cash - Ending	\$ <hr/>	<hr/>
	-	-

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Title I, Part A Improving the Academic Achievement of Disadvantaged 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)

	Prior Year Actual	Current Year Actual
Receipts		
Title I Federal Aid	\$ 69,401	79,564
Transfers In	-	18,383
	<hr/>	<hr/>
Total Receipts	69,401	97,947
Expenditures		
Instruction	69,401	97,947
	<hr/>	<hr/>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	<hr/>	<hr/>
	-	-
Unencumbered Cash - Ending	\$ <hr/> <hr/>	<hr/> <hr/>

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
KPERS Retirement Contributions Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 411,851	342,587	575,356	(232,769)
Expenditures				
Instruction	259,464	215,828	338,798	(122,970)
Student Support Services	20,593	17,130	85,698	(68,568)
Instructional Support Staff	24,711	20,556	25,564	(5,008)
General Administration	12,356	10,277	22,589	(12,312)
School Administration	20,593	17,130	19,065	(1,935)
Central Services	20,593	17,130	-	17,130
Operations and Maintenance	28,830	23,981	22,589	1,392
Student Transportation Services	8,237	6,851	7,251	(400)
Other Support Services	-	-	26,254	(26,254)
Food Service	16,474	13,704	27,548	(13,844)
Total Expenditures	411,851	342,587	575,356	(232,769)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
At Risk (4-Year Old) Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 1,279	2,456	15,000	(12,544)
Expenditures				
Instruction	1,279	2,456	15,000	(12,544)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Intergovernmental Revenues				
Reimbursed Expenses	\$ 200	1,374	-	1,374
State Aid	-	3,131	-	3,131
Transfers In	267,400	225,501	375,000	(149,499)
Total Receipts	267,600	230,006	375,000	(144,994)
Expenditures				
Instruction	254,971	203,077	375,000	(171,923)
Professional Development	12,629	26,929	-	26,929
Total Expenditures	267,600	230,006	375,000	(144,994)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Contingency 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)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	43,102	43,102
Unencumbered Cash - Ending	\$ 43,102	43,102

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Textbook Rental Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year Actual	Current Year Actual
Receipts		
Textbook Rental Fees	\$ 10,510	9,880
Expenditures		
Textbook Purchases	19,284	13,418
Receipts Over (Under) Expenditures	(8,774)	(3,538)
Unencumbered Cash - Beginning	16,089	7,315
Unencumbered Cash - Ending	\$ 7,315	3,777

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Donations and Grants 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)

	Prior Year Actual	Current Year Actual
Receipts		
Donations	\$ 1,006	1,099
State Aid	-	2,800
Grants	64,562	18,615
Total Receipts	65,568	22,514
Expenditures		
Grant Expenses	59,726	28,792
Receipts Over (Under) Expenditures	5,842	(6,278)
Unencumbered Cash - Beginning	28,882	34,724
Unencumbered Cash - Ending	\$ 34,724	28,446

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Uniform Replacement 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)

	Prior Year Actual	Current Year Actual
Receipts		
Fees	\$ 7,025	6,865
Expenditures		
Uniforms	13,108	1,269
Receipts Over (Under) Expenditures	(6,083)	5,596
Unencumbered Cash - Beginning	17,449	11,366
Unencumbered Cash - Ending	\$ 11,366	16,962

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Memorial Scholarship Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year Actual	Current Year Actual
Receipts		
Interest	\$ 2,409	12,532
Expenditures		
Scholarships	5,540	6,887
Receipts Over (Under) Expenditures	(3,131)	5,645
Unencumbered Cash - Beginning	170,047	166,916
Unencumbered Cash - Ending	\$ 166,916	172,561

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Bond and Interest Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2019
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues	\$ 845,085	1,029,570	993,786	35,784
State Aid	553,487	489,329	489,328	1
Bond Proceeds and Premium	1,805,659	-	-	-
Miscellaneous	965	-	-	-
Total Receipts	<u>3,205,196</u>	<u>1,518,899</u>	<u>1,483,114</u>	<u>35,785</u>
Expenditures				
Transfer to Escrow	1,771,811	-	-	-
Cost of Issuance and Discount	33,848	-	-	-
Principal Payments	310,000	365,000	365,000	-
Interest Payments	947,924	922,706	922,706	-
Total Expenditures	<u>3,063,583</u>	<u>1,287,706</u>	<u>1,287,706</u>	<u>-</u>
Receipts Over (Under) Expenditures	141,613	231,193		
Unencumbered Cash - Beginning	<u>943,545</u>	<u>1,085,158</u>		
Unencumbered Cash - Ending	<u>\$ 1,085,158</u>	<u>1,316,351</u>		

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
Recreation Commission
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)

	Year	Current Year
	Actual	Actual
Receipts		
Taxes and Shared Revenues	\$ 80,000	57,876
Interest on Idle Funds	19	54
Fees	7,221	8,220
Wellness Center Membership Fees	59,497	47,834
Total Receipts	<u>146,737</u>	<u>113,984</u>
Expenditures		
Activity Supplies	16,340	23,852
Advertising	1,182	1,306
Insurance	2,418	751
Office	4,554	3,109
Payroll	73,849	79,385
Postage	62	62
Silver Threads	6,050	6,600
Utilities	2,270	2,317
Wellness Center	40,578	31,892
Total Expenditures	<u>147,303</u>	<u>149,274</u>
Receipts Over (Under) Expenditures	(566)	(35,290)
Unencumbered Cash - Beginning	<u>109,965</u>	<u>109,399</u>
Unencumbered Cash - Ending	<u>\$ 109,399</u>	<u>74,109</u>

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Year Ended June 30, 2019

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School				
Band	\$ 49,445	60,264	95,474	14,235
Black Board Designs	548	185	15	718
Clay Sports Team	1,258	7,565	3,788	5,035
Debate	57	1,227	756	528
FCCLA	1,270	908	992	1,186
Future Business Leaders of America	3,336	5,640	4,239	4,737
Kidwind Challenge	250	1,000	521	729
National Honor Society	1,846	-	20	1,826
Online Bill Pay	1,213	2,840	-	4,053
Scholar's Bowl	602	385	473	514
Sterling Singers	635	575	344	866
STUCO	731	506	1,118	119
Yearbook	4,948	11,384	13,690	2,642
Class of 2019	266	964	1,230	-
Class of 2020	251	7,973	7,881	343
Class of 2021	132	-	-	132
Class of 2022	416	261	416	261
Class of 2023	-	193	-	193
Total High School	67,204	101,870	130,957	38,117
Junior High School				
A Few Good Men	726	280	240	766
Yearbook	15	645	450	210
DFYIT	2,770	4,806	3,854	3,722
J-Teens	730	961	919	772
Scholars Bowl	90	30	120	-
Science Fair	178	-	-	178
STUCO	25	631	627	29
Total Junior High School	4,534	7,353	6,210	5,677
Grade School				
Book Fair	-	5,600	5,600	-
GM Boxtops	-	923	923	-
Readathon	15	-	15	-
Science Olympiad	-	868	412	456
Target Fund	-	1,260	1,173	87
Yearbook	1,341	3,298	2,367	2,272
Total Junior High School	1,356	11,949	10,490	2,815
Total Agency Funds	\$ 73,094	121,172	147,657	46,609

UNIFIED SCHOOL DISTRICT NO. 376 STERLING, KANSAS
District Activity Funds
 Schedule of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2019

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Junior and Senior High School							
Athletics	\$ 10,227	-	54,774	52,755	12,246	-	12,246
Concessions	6,498	-	20,794	23,635	3,657	-	3,657
Grade School							
School Activity	924	-	1,043	113	1,854	-	1,854
Total District Activity Funds	<u>\$ 17,649</u>	<u>-</u>	<u>76,611</u>	<u>76,503</u>	<u>17,757</u>	<u>-</u>	<u>17,757</u>