

UNIFIED SCHOOL DISTRICT NO. 417

Council Grove, Kansas

FINANCIAL STATEMENT

WITH REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

AND

INDEPENDENT AUDITOR'S REPORT

June 30, 2019

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
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May 21, 2020

Board of Education
Unified School District No. 417
Council Grove, Kansas

Independent Auditor's Report

We have audited the accompanying fund summary statement of regulatory receipts, expenditures, and unencumbered cash balances (the financial statement) of the Unified School District No. 417 (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 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 to meet the financial reporting requirements of the State of Kansas; 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 this 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 that 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 the auditor's judgment, including 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.

May 21, 2020
Unified School District No. 417
(continued)

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the previous paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2019, or changes in financial position or cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

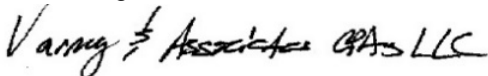
In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Regulatory-Required 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 as a whole. The summary of regulatory basis expenditures-actual and budget and non-budgeted funds, individual fund schedules of regulatory basis receipts and expenditures - actual and budget, summary of receipts and disbursements - agency funds, and schedule of regulatory basis receipts, expenditures, and unencumbered cash - 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.

Additional Information

The June 30, 2019 actual column presented in the individual fund schedules of receipts and expenditures (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the June 30, 2018 basic financial statement upon which we rendered an unmodified opinion dated February 13, 2019. The June 30, 2019 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 prior year 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 prior year basic financial statement. The prior year comparative information was subjected to the auditing procedures applied in the audit of the prior year 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 prior year basic financial statement or to the prior year 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 prior year comparative information is fairly stated in all material respects in relation to the prior year basic financial statement as a whole, on the basis of accounting described in Note 1.



Certified Public Accountants
Manhattan, Kansas

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
 Regulatory Basis
 For the Year Ended June 30, 2019

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General Funds:							
General	\$ -	\$ -	\$ 6,117,363	\$ 6,117,363	\$ -	\$ 317,669	\$ 317,669
Supplemental General	40,645	10,434	1,980,489	1,919,914	111,654	73,307	184,961
Special Purpose Funds							
At-Risk Four Year Old	7,501	-	74,999	75,000	7,500	11,559	19,059
At-Risk (K-12)	7,500	-	1,325,834	1,325,834	7,500	138,531	146,031
Bilingual Education	7,501	-	42,914	38,755	11,660	6,467	18,127
Capital Outlay	1,732,882	17,125	686,943	997,949	1,439,001	289,903	1,728,904
Driver Training	29,734	-	6,224	8,106	27,852	2,023	29,875
Extraordinary School Program	34,843	-	19,530	21,069	33,304	7	33,311
Food Service	131,837	-	508,253	513,286	126,804	20,996	147,800
Professional Development	96,982	-	5,367	53,895	48,454	8,745	57,199
Special Education	430,996	-	1,429,653	1,307,291	553,358	102	553,460
Career and Postsecondary Education	40,870	14	149,686	194,376	(3,806)	31,444	27,638
Gifts and Grants	25,441	-	120,611	43,801	102,251	90	102,341
KPERS Retirement	-	-	495,474	495,474	-	-	-
Title I	-	-	129,140	129,140	-	5,655	5,655
Title II A Teacher Quality	(219)	219	41,299	46,751	(5,452)	5,324	(128)
Contingency Reserve	213,485	-	-	-	213,485	-	213,485
Textbooks and Student Materials	127,509	-	48,136	57,980	117,665	2,800	120,465
Rural Education Achievement Program (REAP)	-	-	21,178	21,102	76	-	76
Kansas Reading Roadmap	(22,679)	-	177,144	177,339	(22,874)	19,451	(3,423)
District Activity Funds	49,796	-	372,115	398,009	23,902	-	23,902
Bond and Interest Fund	502,850	-	739,694	632,943	609,601	-	609,601
Capital Project Fund							
School Improvement Fund	418	-	-	-	418	-	418
Trust Fund							
Private Purpose Trust Funds	10,851	-	32	-	10,883	-	10,883
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 3,468,743</u>	<u>\$ 27,792</u>	<u>\$ 14,492,078</u>	<u>\$ 14,575,377</u>	<u>\$ 3,413,236</u>	<u>\$ 934,073</u>	<u>\$ 4,347,309</u>

STATEMENT 1

The accompanying notes are an integral part of this financial statement.
 See Independent Auditor's Report.

Financial Statement

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2019

Composition of Cash

Bank Deposits	\$ 4,407,267
Less: Agency funds per Schedule 3	(59,958)
Total Reporting Entity (Excluding Agency Funds)	<u><u>\$ 4,347,309</u></u>

STATEMENT 1
(CONTINUED)

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

Financial Statement

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2019

Note 1: Summary of Significant Accounting Policies

Unified School District No. 417 (the District) was organized in accordance with State Statutes to provide a system of public education to elementary through high school students who reside within the designated District areas. The District is a municipal corporation governed by an elected seven-member Board of Education. The District's financial statement does not include any related municipal entities.

Regulatory Basis Fund Types

The accounts of the District are organized and operated on the basis of funds, which are used to record the District's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, and limitations. The following types of funds comprise the financial activities of the District.

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.

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

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

Agency fund -- used to report assets held by the District in a purely custodial capacity.

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

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

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

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2019

Note 1: Summary of Significant Accounting Policies (Continued)
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) and bond and interest funds. 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 twelve month period on or before August 1st of each year.
2. Publication in a local newspaper of the proposed budget and this notice of public hearing on the budget on or before August 5th.
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 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 ten days after publication the hearing may be held and the governing body may amend the budget at that time.

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 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 budget expenditure authority lapses at year end.

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

Textbook Rental	Contingency Reserve	District Activity Funds
School Improvement Fund	Federal & State Grants	

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

Property Tax Revenue

Property taxes are levied by the Kansas counties in which the school district resides on November 1 and are payable in two installments on December 20 and May 10 of the subsequent year. The counties collect and distribute in the succeeding year all property taxes collected for the District. The county distributes the collections of the General Fund 20 mils to the State of Kansas, who then distributes to the District.

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2019

Note 1: Summary of Significant Accounting Policies (Continued)
Use of Estimates

The preparation of the financial statement in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect the reported amounts of cash receipts, expenditures, and cash and unencumbered cash balances at the date of the financial statement. Accordingly, actual results could differ from those estimates.

Note 2: Deposits and Investments

The District maintains a cash and investment pool that is available for use by all funds. The District held no investments during the year, only deposits with allowable financial institutions. All interest earned during the year on idle funds was credited to the capital outlay fund as allowed by Kansas statutes.

K.S.A. 9-1401 established 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 or depository risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policies 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 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. K.S.A. 9-1402 and 9-1405 require the District's deposits in a financial institution 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.

At June 30, 2019, the carrying amount of the District's deposits was \$4,398,945. The bank balance was \$4,181,708. The bank balance was held by three banks, resulting in a concentration of credit risk. Of the bank balances, \$370,216 was secured by FDIC insurance and the remaining \$3,811,492 was collateralized by pledged securities with a fair market value of \$4,413,071 held under joint custody receipts issued by a third-party bank in the school district's name. Each third-party bank holding the pledged securities is independent of the pledging bank.

Note 3: In-Substance Receipt in Transit

The District received final state aid payments for the 2018-2019 school year of \$385,577 subsequent to June 30, 2019. As required by K.S.A. 72-5135(d) these receipts were treated as in-substance receipts in transit and were included as cash receipts for the year ended June 30, 2019.

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2019

Note 4: 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 establish the KPERs member-employee contribution rates. KPERs has multiple benefit structures and contribution rates depending on whether the employee is a KPERs 1, KPERs 2 or KPERs 3 member. KPERs 1 members are active and contributing members hired before July 1, 2009. KPERs 2 members were first employed in a covered position on or after July 1, 2009, and KPERs 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERs member-employee contribution rate at 6% of covered salary for KPERs 1, KPERs 2 and KPERs 3 members. Member contributions are withheld by their employer and paid to KPERs according to the provisions of Section 414(h) of the Internal Revenue Code.

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

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

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$545,207 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 \$513,459. 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.

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2019

Note 5: Other Post Employment Benefits
Compensated Absences

The District's personnel earn ten days of sick leave per contract year. Any employee who completes a year with more than sixty days of accrued sick leave will be reimbursed at thirty-five dollars per day for each day in excess of sixty days. Upon separation of service, any unused sick leave is lost. Instructional personnel may take two days of personal leave per year and may accumulate up to six personal days. Provisions provide for legal leave, emergency leave, sabbatical leave, leave without pay, and professional leave. These may or may not result in a deduction in pay depending on determinations from the School Board. The District also has adopted a Family Medical Leave Policy.

Vacation pay is earned by twelve month employees as follows: first contract year = 5 days; second to tenth contract year = 10 days; eleventh to fifteenth contract year = 15 days; and sixteenth contract year and beyond = 20 days. No more than five vacation days may be carried over each year. A grandfather provision allows some employees a greater carryover. This carryover equals the amount of vacation time accumulated as of June 30, 1999 plus five days.

The District recognizes these benefits as paid; therefore, no provision for accumulated leave has been made in the financial statement. Compensated absence payments are made from the fund that corresponds to the employee duties.

Other Post Employment Benefits

The District provides an early retirement program as described in the District's negotiated agreement with certified personnel. As a measure of appreciation for their services, the District offers an early retirement cash benefit. This benefit is based on the retiree's salary at the time of retirement times the combined factors of age, years of experience in the District, and column placement on the salary schedule. The age factor provides a 5-15% benefit; the years in the District factor add between 4-15%; and the column placement factor results in a 1-5% benefit. Employees must submit a written request to the District's Board of Education prior to April 1 preceding the anticipated retirement date. To correspond with KPERS retirement dates, teachers may elect June 1, July 1, August 1 or September 1 as the retirement date. The cash benefit is paid on the retirement date into an employee sponsored 403(b) account.

The District has also established an employer funded 403(b) retirement plan. Eligibility requirements and benefit amounts are described more fully in the 403(b) plan document. These benefits are financed by the District on a pay-as-you-go basis. An estimate has not been made of the total amount of post-employment benefits of the District or reported in this financial statement.

Other Post Employment Benefits

The District provides health insurance to early retirees. Those eligible include retirees less than age 60 with 10 years of continuous employment in the District and KPERS qualified 85 points for retirement. The monthly contribution amount is limited to the amount contributed to a currently employed certified teacher for membership in the District's health plan. The maximum benefit is for three years. Retirees between the ages of 60 and 64 with 5 years of continuous employment in the District receive a monthly contribution amount equal to the amount contributed to a currently employed certified teacher for membership in the District's health plan until the retiree reaches age 65. The District finances these benefits on a pay-as-you-go basis. These expenditures have been included as part of the General Fund. An estimate has not been made of the total amount of post-employment benefit liability of the District or reported in the financial statement. Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
 For the Year Ended June 30, 2019

Note 5: Other Post Employment Benefits (Continued)

Section 125 Benefit Plan

The District maintains an Internal Revenue Code Section 125 plan "cafeteria plan". The amount of salary to be reduced shall not exceed the sum authorized by the Internal Revenue Code. For all other employees, the benefit is prorated. Employees must designate his/her entire allocation into any combination of health insurance, term life insurance, salary protection insurance, cancer insurance, and child care and/or medical reimbursement. The District contributes an amount equal to the annual premium of a single health insurance plan for certified instructional personnel. For all other employees, the benefit is prorated.

Note 6: Interfund Transfers

The District made the following operating transfers during 2019. The transfers were approved by the Board of Education.

From	To	Regulatory Authority	Amount
General Fund	Special Education	K.S.A. 72-5167	\$ 1,440,225
General Fund	At-Risk (K-12)	K.S.A. 72-5167	1,196,069
General Fund	At-Risk (4yr old)	K.S.A. 72-5167	74,999
General Fund	Bilingual Education	K.S.A. 72-5167	38,753
General Fund	Food Service	K.S.A. 72-5167	3
General Fund	Vocational Education	K.S.A. 72-5167	2,674
Supplemental General Fund	At-Risk (K-12)	K.S.A. 72-5143	129,765
Supplemental General Fund	Bilingual Education	K.S.A. 72-5143	4,161
Supplemental General Fund	Vocational Education	K.S.A. 72-5143	137,696
Supplemental General Fund	Textbooks	K.S.A. 72-5143	24,759
Total Transfers			<u>\$ 3,049,104</u>

Note 7: 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; and natural disasters for which the District carries commercial insurance. Settlements of claims have not exceeded coverage during the past three fiscal years.

Note 8: Contingencies

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

Note 9: Subsequent Events

Management has evaluated the effects on the financial statement of subsequent events occurring through May 21, 2020, which is the date at which the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 417
Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
For the Year Ended June 30, 2019

Note 10: Exception to Cash Basis Law for Certain Funds

Generally, compliance with Kansas statutes requires that the District maintain each fund with cash and unencumbered cash that is at or above zero. However, as excepted by K.S.A. 10-1116(b), school districts may create indebtedness in a fund, through purchase orders or employee contracts, limited to 100% of the amount actually expended in the preceding fiscal year.

The following funds had a deficit balances at June 30, 2019 but meet the exception provided by K.S.A.10-1116(b): Career and Postsecondary Education, Title IIA Teacher Quality, and Kansas Reading Roadmap.

Note 11: Long-Term Debt

General Obligation Bonds

On October 9, 2009, \$500,000 of General Obligation Bonds Series 2008-A were sold at an interest rate of 2.75% and maturity date of April 1, 2009. On November 12, 2009, \$8,760,000 of General Obligation Bonds Series 2008-B were sold at interest rates of 4.65% to 6% for a meet interest cost of 4.90% over the life of the bonds. The Series 2008-A bond principal of \$500,000 and interest of \$1,833 were paid off with proceeds of the Series 2008-B Bonds. The remainder of the bond proceeds was used to make improvements to the existing Council Grove High School, to pay interest on the bonds during construction, and to pay for the cost of issuance of the bonds. The first interest payment for the Series 2008-B was made on March 1, 2009. The payments are made from the Bond & Interest Fund.

On May 1, 2013, the District issued \$4,085,000 of General Obligation Bonds Series 2013 at interest rates of 2.25% to 2.45%, for the purpose of advance refunding a portion of the above Series 2008-B General Obligation Bonds still outstanding. The net proceeds of the bonds of \$4,077,209 (net of reoffering premiums and underwrite discounts), along \$970,000 from the District's Redemption Fund were sent to the escrow agent, Security Bank of Kansas City. Of the \$5,047,209 sent to the escrow agent, \$4,994,244 was placed in an irrevocable escrow trust fund, assigned solely for the purpose of payment of principal on the refunded bonds and interest on the new issue through September 1, 2018. Additionally, \$49,465 was used for cost of issuance fees and \$3,500 was deposited into a compliance account. The advance refunded bonds in the amount of \$4,675,000 are considered to be defeased and are not disclosed as debt of the District, other than interest payments the District will continue to make, nor is the trust considered to be an investment of the District. This refunding decreased total debt service payments by \$666,052, resulting in an economic gain (the difference between the present value of the debt service payments on the new and old debt) of \$308,511.

Capital Leases Payable

On July 6, 2017, the District entered into a capital lease agreement with Farmers & Drovers Bank in the amount of \$500,045 at an interest rate of 3.75%, for the costs of improvements at the high school football complex. The District made an initial payment on July 6, 2017 of \$28,492.82 with twenty more semi-annual interest and principal payments scheduled through July 6, 2027. The capital lease was paid-off early during the June 30, 2019 fiscal year.

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
NOTES TO FINANCIAL STATEMENT
 For the Year Ended June 30, 2019

Note 11: Long-Term Debt (Continued)

Changes in long-term debt transactions 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	Beginning of Year	Additions	Reductions/ Payments	End of Year	Interest Paid
General Obligation Bonds:									
Series 2013	2.25 - 2.45%	5/1/2013	\$ 4,085,000	9/1/2028	\$ 4,085,000	\$ -	\$ -	\$ 4,085,000	\$ 47,577
Series 2008-B	4.65 - 6%	11/12/2009	8,760,000	9/1/2022	2,305,000	-	365,000	1,940,000	220,366
Capital Leases Payable:									
F&D Bank	3.50%	7/6/2017	\$ 500,045	7/6/2027	451,974	-	451,974	-	14,935
					<u>\$ 6,841,974</u>	<u>\$ -</u>	<u>\$ 816,974</u>	<u>\$ 6,025,000</u>	<u>\$ 282,878</u>

Current maturities of long-term debt and interest for the next five years is as follows:

	2020	2021	2022	2023	2024	2025-2029	Total
Principal							
Series 2013	\$ -	\$ -	\$ -	\$ -	\$ 560,000	\$ 3,525,000	\$ 4,085,000
Series 2008	415,000	460,000	505,000	560,000	-	-	1,940,000
Total Principal Payments	<u>\$ 415,000</u>	<u>\$ 460,000</u>	<u>\$ 505,000</u>	<u>\$ 560,000</u>	<u>\$ 560,000</u>	<u>\$ 3,525,000</u>	<u>\$ 6,025,000</u>
Interest							
Series 2013	\$ 95,154	\$ 95,154	\$ 95,154	\$ 95,154	\$ 88,854	\$ 221,267	\$ 500,429
Series 2008	84,665	62,790	38,665	-	-	-	38,665
Total Interest Payments	<u>\$ 179,819</u>	<u>\$ 157,944</u>	<u>\$ 133,819</u>	<u>\$ 95,154</u>	<u>\$ 88,854</u>	<u>\$ 221,267</u>	<u>\$ 539,094</u>
Total Principal and Interest	<u>\$ 594,819</u>	<u>\$ 617,944</u>	<u>\$ 638,819</u>	<u>\$ 655,154</u>	<u>\$ 648,854</u>	<u>\$ 3,746,267</u>	<u>\$ 6,564,094</u>

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
 For the Year Ended June 30, 2019

Funds	<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
Governmental Type Funds						
General Fund	\$ 6,057,160	\$ -	\$ 60,203	\$ 6,117,363	\$ 6,117,363	\$ -
Supplemental General	1,891,389	-	28,525	1,919,914	1,919,914	-
Special Purpose Funds						
At-Risk Four Year Old	75,000	-	-	75,000	75,000	-
At-Risk (K-12)	1,325,834	-	-	1,325,834	1,325,834	-
Bilingual Education	40,620	-	-	40,620	38,755	(1,865)
Capital Outlay	2,292,193	-	-	2,292,193	997,949	(1,294,244)
Driver Training	36,934	-	-	36,934	8,106	(28,828)
Extraordinary School Program	55,843	-	-	55,843	21,069	(34,774)
Food Service	649,404	-	-	649,404	513,286	(136,118)
Inservice Education	103,232	-	-	103,232	53,895	(49,337)
Special Education	1,415,351	-	-	1,415,351	1,307,291	(108,060)
Career and Postsecondary Education	209,916	-	-	209,916	194,376	(15,540)
Gifts and Grants	45,441	-	-	45,441	43,801	(1,640)
KPERs	742,743	-	-	742,743	495,474	(247,269)
Bond and Interest Funds						
Bond and Interest	1,265,886	-	-	1,265,886	632,943	(632,943)
Total Funds	<u>\$ 16,206,946</u>	<u>\$ -</u>	<u>\$ 88,728</u>	<u>\$ 16,295,674</u>	<u>\$ 13,745,056</u>	<u>\$ (2,550,618)</u>

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Reimbursed expenditures	\$ 57,934	\$ 60,200	\$ -	\$ 60,200
State Sources				
General state aid	5,626,847	6,057,119	6,057,160	(41)
Mineral production tax	167	44	-	44
Total Cash Receipts	<u>\$ 5,684,948</u>	<u>\$ 6,117,363</u>	<u>\$ 6,057,160</u>	<u>\$ 60,203</u>
EXPENDITURES				
Instruction	\$ 2,050,870	\$ 1,824,611	\$ 2,342,593	\$ (517,982)
Student support services	178,150	204,242	186,357	17,885
Instructional support staff	126,953	129,858	131,551	(1,693)
General administration	304,875	309,913	284,835	25,078
School administration	429,532	463,328	449,365	13,963
Central services	126,713	134,197	133,115	1,082
Operations and maintenance	63,508	55,413	127,695	(72,282)
Student transportation	248,531	243,078	258,510	(15,432)
Other support services	-	-	45,490	(45,490)
Transfers to other funds	2,155,816	2,752,723	2,097,649	655,074
Legal Maximum General Fund Budget	<u>\$ 5,684,948</u>	<u>\$ 6,117,363</u>	<u>\$ 6,057,160</u>	<u>\$ 60,203</u>
Adjustment for Qualifying Budget Credits	-	-	60,203	(60,203)
Total Expenditures	<u>\$ 5,684,948</u>	<u>\$ 6,117,363</u>	<u>\$ 6,117,363</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER)				
EXPENDITURES	\$ -	\$ -	<u>\$ (60,203)</u>	<u>\$ 60,203</u>
UNENCUMBERED CASH - BEGINNING	-	-		
UNENCUMBERED CASH - ENDING	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Ad valorem tax	\$ 1,182,963	\$ 1,238,000	\$ 92,296	\$ 1,145,704
Delinquent tax	7,137	12,447	16,808	(4,361)
Transportation fees	268	-	-	-
Reimbursed expenditures	22,047	28,525	-	28,525
County Sources				
Motor vehicle tax	106,582	103,477	110,779	(7,302)
Recreational vehicle tax	6,305	7,205	2,651	4,554
Commercial vehicle tax	2,223	2,424	2,816	(392)
State Sources				
General state aid	482,942	588,411	588,411	-
Other Sources				
Transfer from other funds	60,500	-	-	-
Total Cash Receipts	<u>\$ 1,870,967</u>	<u>\$ 1,980,489</u>	<u>\$ 813,761</u>	<u>\$ 1,166,728</u>
EXPENDITURES				
Instruction	\$ 424,319	\$ 640,934	\$ 409,516	\$ 231,418
Student support services	4,664	5,917	7,600	(1,683)
Instructional support staff	13,253	14,283	19,800	(5,517)
General administration	106,915	110,949	90,500	20,449
School administration	7,731	31,598	8,500	23,098
Central services	147	-	300	(300)
Operations and maintenance	675,503	667,010	778,800	(111,790)
Student transportation	77,256	152,842	103,500	49,342
Transfers to other funds	565,308	296,381	472,873	(176,492)
Legally adopted budget	<u>\$ 1,875,096</u>	<u>\$ 1,919,914</u>	<u>\$ 1,891,389</u>	<u>\$ 28,525</u>
Adjustment for Qualifying Budget Credits	-	-	28,525	(28,525)
Total Expenditures	<u>\$ 1,875,096</u>	<u>\$ 1,919,914</u>	<u>\$ 1,919,914</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (4,129)	\$ 60,575	<u>\$ (1,106,153)</u>	<u>\$ 1,166,728</u>
UNENCUMBERED CASH - BEGINNING	44,774	40,645		
Cancelled Prior Year Encumbrances	-	10,434		
UNENCUMBERED CASH - ENDING	<u>\$ 40,645</u>	<u>\$ 111,654</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
AT-RISK FOUR YEAR OLD
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Federal Sources				
Federal aid	\$ 20,880	\$ -	\$ -	\$ -
Other Sources				
Transfer from other funds	49,666	74,999	67,500	7,499
Total Cash Receipts	<u>\$ 70,546</u>	<u>\$ 74,999</u>	<u>\$ 67,500</u>	<u>\$ 7,499</u>
EXPENDITURES				
Instruction	\$ 70,616	\$ 75,000	\$ 75,000	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (70)	\$ (1)	<u>\$ (7,500)</u>	<u>\$ 7,499</u>
UNENCUMBERED CASH - BEGINNING	<u>7,571</u>	<u>7,501</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 7,501</u>	<u>\$ 7,500</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
AT RISK (K-12)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Other Sources				
Transfer from other funds	\$ 1,079,610	\$ 1,325,834	\$ 1,318,334	\$ 7,500
EXPENDITURES				
Instruction	\$ 1,036,754	\$ 1,223,195	\$ 1,281,243	\$ (58,048)
Student support services	42,856	102,639	44,591	58,048
Total Expenditures	<u>\$ 1,079,610</u>	<u>\$ 1,325,834</u>	<u>\$ 1,325,834</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -	<u>\$ (7,500)</u>	<u>\$ 7,500</u>
UNENCUMBERED CASH - BEGINNING	<u>7,500</u>	<u>7,500</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 7,500</u>	<u>\$ 7,500</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
BILINGUAL EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Other Sources				
Transfer from other funds	\$ 37,716	\$ 42,914	\$ 33,120	\$ 9,794
EXPENDITURES				
Instruction	\$ 37,753	\$ 38,755	\$ 40,620	\$ (1,865)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (37)	\$ 4,159	\$ (7,500)	\$ 11,659
UNENCUMBERED CASH - BEGINNING	7,538	7,501		
UNENCUMBERED CASH - ENDING	\$ 7,501	\$ 11,660		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Ad valorem tax	\$ 396,205	\$ 469,152	\$ 424,751	\$ 44,401
Delinquent tax	2,207	4,168	5,436	(1,268)
Interest	7,968	15,252	-	15,252
Other	540,350	54,976	-	54,976
Reimbursed expenditures	167,147	4,500	-	4,500
County Sources				
Motor vehicle tax	34,384	37,848	40,197	(2,349)
Recreational vehicle tax	2,269	2,423	961	1,462
Commercial vehicle tax	835	806	1,022	(216)
State Sources				
General state aid	60,853	97,818	97,901	(83)
Federal Sources				
Federal aid	133	-	-	-
Other Sources				
Transfer from other funds	971,748	-	-	-
Total Cash Receipts	<u>\$ 2,184,099</u>	<u>\$ 686,943</u>	<u>\$ 570,268</u>	<u>\$ 116,675</u>
EXPENDITURES				
Instruction	\$ 487,290	\$ 261,601	\$ 577,347	\$ (315,746)
Operations and maintenance	39,238	23,869	75,000	(51,131)
Student transportation	100,292	187,625	250,000	(62,375)
Facility acquisition and construction	850,392	54,356	1,198,277	(1,143,921)
Debt service	56,970	470,498	191,569	278,929
Total Expenditures	<u>\$ 1,534,182</u>	<u>\$ 997,949</u>	<u>\$ 2,292,193</u>	<u>\$ (1,294,244)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 649,917	\$ (311,006)	<u>\$ (1,721,925)</u>	<u>\$ 1,410,919</u>
UNENCUMBERED CASH - BEGINNING	1,082,965	1,732,882		
Cancelled Prior Year Encumbrances	-	17,125		
UNENCUMBERED CASH - ENDING	<u>\$ 1,732,882</u>	<u>\$ 1,439,001</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
DRIVER EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Tuition	\$ 4,594	\$ 2,402	\$ 4,600	\$ (2,198)
State Sources				
General state aid	2,432	3,822	2,600	1,222
Total Cash Receipts	<u>\$ 7,026</u>	<u>\$ 6,224</u>	<u>\$ 7,200</u>	<u>\$ (976)</u>
EXPENDITURES				
Instruction	\$ 5,821	\$ 7,205	\$ 33,434	\$ (26,229)
Operations and maintenance	-	901	3,500	(2,599)
Total Expenditures	<u>\$ 5,821</u>	<u>\$ 8,106</u>	<u>\$ 36,934</u>	<u>\$ (28,828)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 1,205	\$ (1,882)	<u>\$ (29,734)</u>	<u>\$ 27,852</u>
UNENCUMBERED CASH - BEGINNING	<u>28,529</u>	<u>29,734</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 29,734</u>	<u>\$ 27,852</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
EXTRAORDINARY SCHOOL PROGRAM
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Other	\$ 19,256	\$ 19,530	\$ 21,000	\$ (1,470)
EXPENDITURES				
Instruction	\$ 19,981	\$ 21,069	\$ 55,843	\$ (34,774)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (725)	\$ (1,539)	<u>\$ (34,843)</u>	<u>\$ 33,304</u>
UNENCUMBERED CASH - BEGINNING	<u>35,568</u>	<u>34,843</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 34,843</u>	<u>\$ 33,304</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Food service	\$ 202,154	\$ 211,894	\$ 228,145	\$ (16,251)
Reimbursed expenditures	6,768	4,905	-	4,905
State Sources				
General state aid	16,417	13,227	5,040	8,187
Federal Sources				
Federal aid	239,790	278,224	284,379	(6,155)
Other Sources				
Transfer from other funds	14	3	-	3
Total Cash Receipts	<u>\$ 465,143</u>	<u>\$ 508,253</u>	<u>\$ 517,564</u>	<u>\$ (9,311)</u>
EXPENDITURES				
Operations and maintenance	\$ 9,080	\$ 17,444	\$ 20,000	\$ (2,556)
Food service	452,429	495,842	629,404	(133,562)
Total Expenditures	<u>\$ 461,509</u>	<u>\$ 513,286</u>	<u>\$ 649,404</u>	<u>\$ (136,118)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 3,634	\$ (5,033)	<u>\$ (131,840)</u>	<u>\$ 126,807</u>
UNENCUMBERED CASH - BEGINNING	<u>128,203</u>	<u>131,837</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 131,837</u>	<u>\$ 126,804</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
PROFESSIONAL DEVELOPMENT
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Reimbursed expenditures	\$ 17	\$ -	\$ -	\$ -
State Sources				
General state aid	-	5,367	6,250	(883)
Total Cash Receipts	<u>\$ 17</u>	<u>\$ 5,367</u>	<u>\$ 6,250</u>	<u>\$ (883)</u>
EXPENDITURES				
Instruction	\$ (13)	\$ 34,538	\$ -	\$ 34,538
Instructional support staff	-	304	102,032	(101,728)
General administration	-	16,924	-	16,924
School administration	-	1,341	-	1,341
Central services	-	788	1,200	(412)
Total Expenditures	<u>\$ (13)</u>	<u>\$ 53,895</u>	<u>\$ 103,232</u>	<u>\$ (49,337)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 30	\$ (48,528)	<u>\$ (96,982)</u>	<u>\$ 48,454</u>
UNENCUMBERED CASH - BEGINNING	<u>96,952</u>	<u>96,982</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 96,982</u>	<u>\$ 48,454</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
SPECIAL EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Other	\$ -	\$ 483	\$ -	\$ 483
Federal Sources				
Federal aid	4,282	4,219	-	4,219
Other Sources				
Transfer from other funds	1,109,865	1,424,951	984,159	440,792
Total Cash Receipts	<u>\$ 1,114,147</u>	<u>\$ 1,429,653</u>	<u>\$ 984,159</u>	<u>\$ 445,494</u>
EXPENDITURES				
Instruction	\$ 1,040,095	\$ 1,219,808	\$ 1,302,551	\$ (82,743)
Student transportation	87,316	87,483	112,800	(25,317)
Total Expenditures	<u>\$ 1,127,411</u>	<u>\$ 1,307,291</u>	<u>\$ 1,415,351</u>	<u>\$ (108,060)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (13,264)	\$ 122,362	<u>\$ (431,192)</u>	<u>\$ 553,554</u>
UNENCUMBERED CASH - BEGINNING	<u>444,260</u>	<u>430,996</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 430,996</u>	<u>\$ 553,358</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
CAREER AND POSTSECONDARY EDUCATION
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Other	\$ -	\$ 1,097	\$ -	\$ 1,097
State Sources				
General state aid	4,488	4,560	9,031	(4,471)
Federal Sources				
Federal aid	327	3,659	-	3,659
Other Sources				
Transfer from other funds	170,509	140,370	160,000	(19,630)
Total Cash Receipts	<u>\$ 175,324</u>	<u>\$ 149,686</u>	<u>\$ 169,031</u>	<u>\$ (19,345)</u>
EXPENDITURES				
Instruction	\$ 162,027	\$ 176,539	\$ 191,801	\$ (15,262)
Student transportation	16,964	17,837	18,115	(278)
Total Expenditures	<u>\$ 178,991</u>	<u>\$ 194,376</u>	<u>\$ 209,916</u>	<u>\$ (15,540)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (3,667)	\$ (44,690)	<u>\$ (40,885)</u>	<u>\$ (3,805)</u>
UNENCUMBERED CASH - BEGINNING	44,537	40,870		
Cancelled Prior Year Encumbrances	-	14		
UNENCUMBERED CASH - ENDING	<u>\$ 40,870</u>	<u>\$ (3,806)</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
GIFTS AND GRANTS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Other	\$ 36,039	\$ 120,611	\$ 20,000	\$ 100,611
EXPENDITURES				
Instruction	\$ 38,607	\$ 43,801	\$ 45,441	\$ (1,640)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (2,568)	\$ 76,810	\$ (25,441)	\$ 102,251
UNENCUMBERED CASH - BEGINNING	28,009	25,441		
UNENCUMBERED CASH - ENDING	\$ 25,441	\$ 102,251		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
KPERS RETIREMENT CONTRIBUTIONS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
State Sources				
General State Aid	\$ 531,670	\$ 495,474	\$ 742,743	\$ (247,269)
EXPENDITURES				
Instruction	\$ 394,621	\$ 366,651	\$ 550,986	\$ (184,335)
Student support services	21,267	19,819	29,710	(9,891)
Instructional support staff	7,469	9,909	10,735	(826)
General administration	15,555	14,864	21,729	(6,865)
School administration	42,534	39,638	59,420	(19,782)
Central services	22,058	19,819	30,815	(10,996)
Operations and maintenance	28,166	24,774	39,348	(14,574)
Total Expenditures	\$ 531,670	\$ 495,474	\$ 742,743	\$ (247,269)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -	\$ -	\$ -
UNENCUMBERED CASH - BEGINNING	-	-		
UNENCUMBERED CASH - ENDING	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
TITLE I
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Actual
CASH RECEIPTS		
Federal Sources		
Federal aid	\$ 130,028	\$ 129,140
EXPENDITURES		
Instruction	\$ 98,567	\$ 113,110
School administration	31,461	16,030
Total Expenditures	\$ 130,028	\$ 129,140
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH - BEGINNING	-	-
UNENCUMBERED CASH - ENDING	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
TITLE II-A TEACHER QUALITY
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	<u>Prior Year Actual</u>	<u>Actual</u>
CASH RECEIPTS		
Federal Sources		
Federal aid	\$ 25,371	\$ 41,299
EXPENDITURES		
Instruction	\$ 25,590	\$ 46,751
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (219)	\$ (5,452)
UNENCUMBERED CASH - BEGINNING	-	(219)
Cancelled Prior Year Encumbrances	-	219
UNENCUMBERED CASH - ENDING	<u>\$ (219)</u>	<u>\$ (5,452)</u>

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
CONTINGENCY RESERVE
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year	Actual
CASH RECEIPTS		
Other Sources		
Transfer from other funds	\$ 60,500	\$ -
EXPENDITURES		
Transfers to other funds	\$ 60,500	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH - BEGINNING	213,485	213,485
UNENCUMBERED CASH - ENDING	\$ 213,485	\$ 213,485

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
TEXTBOOKS AND STUDENT MATERIALS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	<u>Prior Year Actual</u>	<u>Actual</u>
CASH RECEIPTS		
Local Sources		
Other	\$ 24,022	\$ 23,377
Other Sources		
Transfers from other funds	-	24,759
Total Cash Receipts	<u>\$ 24,022</u>	<u>\$ 48,136</u>
EXPENDITURES		
Instruction	<u>\$ 17,905</u>	<u>\$ 57,980</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 6,117	\$ (9,844)
UNENCUMBERED CASH - BEGINNING	<u>121,392</u>	<u>127,509</u>
UNENCUMBERED CASH - ENDING	<u>\$ 127,509</u>	<u>\$ 117,665</u>

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
RURAL EDUCATION ACHIEVEMENT PROGRAM (REAP)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Actual
CASH RECEIPTS		
Federal Sources		
Federal aid	\$ 45,639	\$ 21,178
EXPENDITURES		
Instruction	\$ 45,646	\$ 21,102
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (7)	\$ 76
UNENCUMBERED CASH - BEGINNING	7	-
UNENCUMBERED CASH - ENDING	\$ -	\$ 76

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
KANSAS READING ROADMAP
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Actual
CASH RECEIPTS		
Federal Sources		
Federal aid	\$ 198,533	\$ 177,144
EXPENDITURES		
Instruction	\$ 144,487	\$ 129,714
Student support services	14,019	16,760
Student transportation	30,181	30,865
Total Expenditures	\$ 188,687	\$ 177,339
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 9,846	\$ (195)
UNENCUMBERED CASH - BEGINNING	(32,525)	(22,679)
UNENCUMBERED CASH - ENDING	\$ (22,679)	\$ (22,874)

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
BOND & INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Local Sources				
Ad valorem tax	\$ 488,566	\$ 562,837	\$ 520,555	\$ 42,282
Delinquent tax	3,215	5,571	6,863	(1,292)
County Sources				
Motor vehicle tax	49,844	46,970	49,947	(2,977)
Recreational vehicle tax	2,970	3,041	1,195	1,846
Commercial vehicle tax	1,051	1,016	1,269	(253)
State Sources				
General state aid	92,124	120,259	120,259	-
Total Cash Receipts	<u>\$ 637,770</u>	<u>\$ 739,694</u>	<u>\$ 700,088</u>	<u>\$ 39,606</u>
EXPENDITURES				
Debt service	<u>\$ 680,443</u>	<u>\$ 632,943</u>	<u>\$ 1,265,886</u>	<u>\$ (632,943)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (42,673)	\$ 106,751	<u>\$ (565,798)</u>	<u>\$ 672,549</u>
UNENCUMBERED CASH - BEGINNING	<u>545,523</u>	<u>502,850</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 502,850</u>	<u>\$ 609,601</u>		

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
IMPROVEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Actual
	<u> </u>	<u> </u>
CASH RECEIPTS		
Local Sources		
Interest	\$ -	\$ -
	<u> </u>	<u> </u>
EXPENDITURES		
Facility acquisition and construction	\$ -	\$ -
	<u> </u>	<u> </u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH - BEGINNING	<u> 418</u>	<u> 418</u>
UNENCUMBERED CASH - ENDING	<u><u> 418</u></u>	<u><u> 418</u></u>

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
MEMORIALS & TRUSTS
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 Regulatory Basis
 For the Year Ended June 30, 2019
 With Comparative Totals for the Year Ended June 30, 2018

	Prior Year Actual	Actual
CASH RECEIPTS		
Local Sources		
Other	\$ 133	\$ 32
EXPENDITURES		
Instruction	\$ 1,415	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (1,282)	\$ 32
UNENCUMBERED CASH - BEGINNING	12,133	10,851
UNENCUMBERED CASH - ENDING	\$ 10,851	\$ 10,883

UNIFIED SCHOOL DISTRICT NO. 417
 Council Grove, Kansas
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
 Regulatory Basis
 For the Year Ended June 30, 2019

	<u>Balance July 1, 2018</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Balance June 30, 2019</u>
Student Organization Funds				
Council Grove Jr/Sr High School	\$ 53,396	\$ 82,141	\$ 97,888	\$ 37,649
Council Grove Elementary School	6,488	6,720	5,118	8,090
Prairie Heights Elementary School	<u>7,449</u>	<u>732</u>	<u>644</u>	<u>7,537</u>
Total Student Organization Funds	\$ 67,333	\$ 89,593	\$ 103,650	\$ 53,276
Employee Flexible Spending Fund	<u>-</u>	<u>10,788</u>	<u>4,106</u>	<u>6,682</u>
Total of Agency Funds	<u>\$ 67,333</u>	<u>\$ 100,381</u>	<u>\$ 107,756</u>	<u>\$ 59,958</u>

UNIFIED SCHOOL DISTRICT NO. 417
DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
 Regulatory Basis
 For the Year Ended June 30, 2019

	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
District Activity Funds						
Council Grove Jr/Sr High School	\$ 47,096	\$ 251,612	\$ 277,695	\$ 21,013	\$ -	\$ 21,013
Council Grove Elementary School	2,700	92,094	92,464	2,330	-	2,330
Prairie Heights Elementary School	-	28,409	27,850	559	-	559
Total Activity Funds	<u>\$ 49,796</u>	<u>\$ 372,115</u>	<u>\$ 398,009</u>	<u>\$ 23,902</u>	<u>\$ -</u>	<u>\$ 23,902</u>