

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT  
and  
SINGLE AUDIT REPORTS**

**YEAR ENDED JUNE 30, 2019**

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District No. 443  
Dodge City, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 443, as of and for the year ended June 30, 2019, and the related notes to the financial statement.

### Management's Responsibility for the Financial Statement

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

### Auditor's Responsibility

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

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

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

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

As described in Note A, the financial statement is prepared by Unified School District No. 443 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 443 as of June 30, 2019, or changes in financial position and cash flows thereof for the year then ended.

## **Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Unified School District No. 443 as of June 30, 2019, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

## **Other Matters**

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, and schedule of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards is presented for additional analysis as required by the Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

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. 443 as of and for the year ended June 30, 2018 (not presented herein), and have issued our report thereon dated December 28, 2018, which contained an unmodified opinion on the basic financial statement. The 2018 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2018 column (2018 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures 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 A.

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2019, on our consideration of Unified School District No. 443's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Unified School District No. 443's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 443's internal control over financial reporting and compliance.

*Kennedy McKee & Company LLP*

December 2, 2019

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

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

For the Year Ended June 30, 2019

<u>Funds</u>	<u>Beginning unencumbered cash balance (deficit)</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
<b>General funds:</b>			
General	\$ 3,362	\$ 4,126	\$ 53,516,180
Supplemental general	1,023,905	3,698	18,312,229
<b>Total general funds</b>	<b>1,027,267</b>	<b>7,824</b>	<b>71,828,409</b>
<b>Special purpose funds:</b>			
Parents as teachers	3,458	-	66,500
Bilingual education	8,759	-	4,228,090
Capital outlay	10,511,451	542,279	13,433,693
Food service	221,446	-	4,504,543
Professional development	290,357	-	381,661
Special education	1,809,209	4	7,204,229
At risk	12,230	1	13,883,672
Virtual education	143,681	-	-
Summer school	778,106	-	257,007
Career and postsecondary education	816,332	-	972,844
KPERS special retirement contribution	-	-	3,130,687
4-year-old at risk	3,090	-	505,539
<b>Non-budgeted special purpose funds:</b>			
Coke donation agreement	26,505	-	24,166
Textbook and student materials revolving	1,142,185	3,927	1,235,921
Civic Center	-	-	16,628
Building blocks grant	(24,575)	13	61,289
Gifts and grants	2,517,093	11	326,816
Contingency reserve	6,108,856	-	-
<b>Special purpose federal grant funds:</b>			
Pre-K pilot program	743	-	195,031
Title IV - 21st Century Community Learning Center	(45,222)	-	119,742
Link Grant	-	-	565,487
STEC Grant	(13,462)	-	36,853
Title IV	-	-	74,207
Title I	-	-	1,424,595
Title I migrant	(277,159)	-	710,564
Head start	(430,324)	-	2,625,178
Kansas early head start	(130,119)	-	683,207
Program improvement/Carl Perkins	-	-	61,348
Title III English language acquisition	(106,489)	-	276,572
Title IIA teacher quality	-	-	206,456
<b>Special purpose other funds:</b>			
Kansas Heritage Center	82,335	-	13,197
District activity funds	335,820	-	760,224
<b>Total special purpose funds</b>	<b>23,784,306</b>	<b>546,235</b>	<b>57,985,946</b>

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
\$ 53,519,543	\$ 4,125	\$ 352,992	\$ 357,117
18,991,494	348,338	13,137	361,475
72,511,037	352,463	366,129	718,592
68,971	987	-	987
4,228,090	8,759	43,047	51,806
17,808,571	6,678,852	12,038,426	18,717,278
4,615,194	110,795	51,263	162,058
381,662	290,356	1,776	292,132
7,204,212	1,809,230	-	1,809,230
13,889,363	6,540	6,555	13,095
-	143,681	-	143,681
257,007	778,106	-	778,106
1,484,245	304,931	11,401	316,332
3,130,687	-	-	-
316,540	192,089	-	192,089
16,294	34,377	-	34,377
245,154	2,136,879	6,209	2,143,088
16,628	-	-	-
87,183	(50,456)	604	(49,852)
199,016	2,644,904	3,850	2,648,754
2,177,193	3,931,663	1,903,828	5,835,491
195,774	-	-	-
96,023	(21,503)	-	(21,503)
575,650	(10,163)	37,375	27,212
23,391	-	-	-
74,207	-	-	-
1,424,595	-	50	50
705,000	(271,595)	77,496	(194,099)
2,553,100	(358,246)	2,891	(355,355)
660,732	(107,644)	-	(107,644)
61,348	-	-	-
296,633	(126,550)	31,800	(94,750)
206,456	-	-	-
95,532	-	-	-
769,336	326,708	-	326,708
63,863,787	18,452,700	14,216,571	32,669,271



**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

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

For the Year Ended June 30, 2019

<u>Funds</u>	<u>Beginning unencumbered cash balance (deficit)</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
Bond and interest funds:			
Special assessment	\$ 30,428	\$ -	\$ -
Bond and interest	4,890,008	-	7,829,059
Certificates of participation P & I 2010	<u>2</u>	<u>-</u>	<u>-</u>
Total bond and interest funds	<u>4,920,438</u>	<u>-</u>	<u>7,829,059</u>
Capital project fund:			
Construction	<u>1,466,630</u>	<u>98,812</u>	<u>42,882</u>
Business fund:			
Health care services reserve	<u>7,454,673</u>	<u>-</u>	<u>7,264,609</u>
Trust fund:			
Marilyn Shipley Children Literacy	<u>5,860</u>	<u>-</u>	<u>208</u>
Total reporting entity (excluding agency funds)	<u>\$ 38,659,174</u>	<u>\$ 652,871</u>	<u>\$ 144,951,113</u>
Composition of cash balance:			
Checking accounts			
Money market accounts			
Certificates of deposit			
Kansas municipal investment pool			
Trust accounts:			
Money market accounts			
Investments			
Petty cash			

Agency funds

Total reporting entity (excluding agency funds)

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

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
\$ 7	\$ 30,421	\$ -	\$ 30,421
7,042,038	5,677,029	-	5,677,029
-	2	-	2
7,042,045	5,707,452	-	5,707,452
1,309,395	298,929	527,272	826,201
6,512,751	8,206,531	670,589	8,877,120
250	5,818	-	5,818
\$ 151,239,265	\$ 33,023,893	\$ 15,780,561	\$ 48,804,454
			\$ 35,178,721
			9,092,123
			2,000,000
			1,917,650
			270,762
			502,324
			95
			48,961,675
			(157,221)
			\$ 48,804,454

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**NOTES TO THE FINANCIAL STATEMENT**

June 30, 2019

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**1. Municipal Financial Reporting Entity**

Unified School District No. 443 is a municipal corporation governed by an elected seven-member board. This financial statement presents only Unified School District No. 443.

**2. Basis of Presentation – Fund Accounting**

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

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

**REGULATORY BASIS FUND TYPES**

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

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

Bond and Interest funds – 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 debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e., enterprise and internal service funds, etc.).

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

Agency funds – used to report assets held by the municipal financial reporting entity in a purely custodial capacity (student organization funds).

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

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

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

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

### 4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general funds, special purpose funds (unless specifically exempted by statute), and bond and interest 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 fiscal year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

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

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

### 4. Budgetary Information (Continued)

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

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

A legal operating budget is not required for the certificate of participation fund, capital project fund, trust fund, business fund, district activity funds, agency funds, and the following special purpose funds:

- Coke Donation Agreement
- Textbook and Student Materials Revolving
- Civic Center
- Building Blocks Grant
- Gifts and Grants
- Contingency Reserve
- Federal Grant Funds
- Kansas Heritage Center

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

### 5. Cash and Investments and Restricted Cash

The District pools cash resources of its various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pooled cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in interest-bearing deposits and disclosed as part of the District's cash balances. Unless specifically designated, all investment income is credited to funds designated by K.S.A. 10-131, K.S.A. 12-1677 and K.S.A. 72-6427. Investments are recorded at cost.

The cash in the Marilyn Shipley Children Literacy fund is restricted for the purchase of books.

### 6. In-Substance Receipt in Transit

The District received \$4,204,652 subsequent to June 30, 2019 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2019.

B. COMPLIANCE WITH KANSAS STATUTES

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

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

C. DEPOSITS AND INVESTMENTS

As of June 30, 2019, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturities</u>	<u>Rating U.S.</u>
Kansas Municipal Investment Pool	\$ 1,917,650	Less than 1 year	AAAf
Federated Government Obligations Fund 395	<u>502,324</u>	Less than 1 year	AAAm
	<u>\$ 2,419,974</u>		

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

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. The rating of the District's investments is noted above.

*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. The District's allocation of investments as of June 30, 2019, is as follows:

<u>Investments</u>	<u>Percentage of investments</u>
Kansas Municipal Investment Pool	79%
Federated Government Obligations Fund 395	21%

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2019.

C. DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2019, the District's carrying amount of deposits was \$46,541,606 and the bank balance was \$44,466,984. Of the bank balance, \$764,943 was covered by federal depository insurance and \$43,702,041 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event 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.

At June 30, 2019, the District had invested \$1,917,650 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

D. CAPITAL PROJECTS

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

	Project commitments authorized	Cash disbursements and accounts payable to date	Remaining financial commitment
Bond Project – Package #1	\$ 26,597,864	\$ 26,489,314	\$ 108,550
Bond Project – Package #2	33,509,477	33,478,180	31,297
Bond Project – Package #3	31,631,579	31,479,488	152,091
Sunnyside Preschool Classrooms	807,265	807,265	-
Roof Replacements	3,787,732	3,787,732	-
Bright Beginnings Sidewalk	75,384	75,384	-
Food Storage Building Improvements	527,972	527,972	-
Playground Improvements	753,151	753,151	-
Pavement Replacement	570,166	345,886	224,280
Administration Building	16,949,698	5,181,796	11,767,902
Telephone Upgrades	144,526	144,526	-
DCHS Signage	92,139	5,863	86,276
Memorial Stadium	21,247	3,347	17,900
HVAC Upgrades	692,471	207,325	485,146
Gym Floors	47,490	-	47,490
District Security Lighting	747,309	485,303	262,006
	<u>\$ 116,955,470</u>	<u>\$ 103,772,532</u>	<u>\$ 13,182,938</u>

## E. LONG-TERM DEBT

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

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
School building bonds - Series 2015-A Issued November 17, 2015 In the amount of \$85,600,000 At interest rate of 2.00% to 5.00% Maturing March 1, 2036	\$ 85,600,000	\$ -	\$ -	\$85,600,000	\$3,198,288
School building bonds - Series 2015-B Issued November 17, 2015 In the amount of \$9,475,000 At interest rate of 5.00% Maturing September 1, 2018	<u>3,750,000</u>	<u>-</u>	<u>3,750,000</u>	<u>-</u>	<u>93,750</u>
Total long-term debt	<u>\$89,350,000</u>	<u>\$ -</u>	<u>\$3,750,000</u>	<u>\$85,600,000</u>	<u>\$3,292,038</u>

Current maturities of general obligation bonds and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2020	\$ 3,540,000	\$ 3,198,287	\$ 6,738,287
2021	3,655,000	3,127,488	6,782,488
2022	3,785,000	3,054,388	6,839,388
2023	3,925,000	2,978,687	6,903,687
2024	4,080,000	2,782,438	6,862,438
2025-2029	23,240,000	10,720,138	33,960,138
2030-2034	29,405,000	5,729,137	35,134,137
2035-2036	<u>13,970,000</u>	<u>731,037</u>	<u>14,701,037</u>
Total	<u>\$ 85,600,000</u>	<u>\$ 32,321,600</u>	<u>\$ 117,921,600</u>

## F. OPERATING LEASES

The District has entered into operating lease agreements for copier rental and maintenance, facility space, mail system equipment and fiber optic networking. Rental payments for the current year totaled \$395,757. The operating lease agreements expire at various dates through the year 2022.

The following is a yearly schedule of future minimum rental payments under the operating leases:

2020	\$ 98,475
2021	63,056
2022	<u>63,056</u>
	<u>\$ 224,587</u>



## G. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
General	Parents as Teachers	\$ 26,144	K.S.A. 72-5167
General	Bilingual Education	2,993,643	K.S.A. 72-5167
General	Capital Outlay	9,704,884	K.S.A. 72-5167
General	Food Service	2,387	K.S.A. 72-5167
General	Professional Development	337,583	K.S.A. 72-5167
General	Special Education	6,897,156	K.S.A. 72-5167
General	At Risk	10,359,767	K.S.A. 72-5167
General	Summer School	185,685	K.S.A. 72-5167
General	Career and Postsecondary Education	972,844	K.S.A. 72-5167
General	4-Year-Old At Risk	499,800	K.S.A. 72-5167
General	Textbook and Student Materials Revolving	715,000	K.S.A. 72-5167
	<b>Total General</b>	<u>32,694,893</u>	
Supplemental General	Bilingual Education	1,234,447	K.S.A. 72-5143
Supplemental General	Special Education	267,073	K.S.A. 72-5143
Supplemental General	At Risk	3,393,780	K.S.A. 72-5143
Supplemental General	Textbook and Student Materials Revolving	290,432	K.S.A. 72-5143
	<b>Total Supplemental General</b>	<u>5,185,732</u>	
	<b>Total operating transfers</b>	<u>\$ 37,880,625</u>	

## H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

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

*Compensated absences.* The District's policy is to recognize the costs of compensated absences when actually paid. District policies regarding vacation and sick pay permit full-time employees to earn five days of vacation at the close of the first year and ten days after each subsequent year of service up to ten years. After ten years of service, fifteen days are earned. Anniversary dates for vacation purposes are July 1st to correspond with the fiscal year of the District. Vacation time is prorated for new or separating employees who do not complete a full fiscal year of employment on a July 1 through June 30 cycle. Policies prohibit payment for vacation time in lieu of time off. Sick leave, for all employees, may be accumulated at the rate of twelve days per year up to a total accumulation of one hundred and five days. In the event of retirement, resignation or termination of service, accumulated sick leave is lost. In the event of death, the beneficiary of the employee may receive payment for the amount of accumulated sick leave or one and one-half additional months pay from the time of death, whichever is greater.

## H. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

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

## I. DEFINED BENEFIT PENSION PLAN

### General Information about the Pension Plan

*Plan description.* The District participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. KPERs' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERs website at [www.kpers.org](http://www.kpers.org) 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 of 6% of covered salary for KPERs 1, KPERs 2 and KPERs 3 members. Member contributions are withheld by their employer and paid to KPERs according to the provisions of Section 414(h) of the Internal Revenue Code.

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

Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERs were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulated that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million 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 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 \$3,130,687 for the year ended June 30, 2019.

I. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability

At June 30, 2019, the District's proportionate share of the collective net pension liability reported by KPERS was \$62,626,308. 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 the 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 publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

J. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters, and medical needs of employees. The District purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three years.

The District has established an internal service fund to account for its medical self-insurance program and has entered into a partially self-funded agreement. This agreement allows the District to assume a limited amount of liability by self-insuring a portion of the employees' medical expenses. Premiums paid for an excess coverage insurance policy cover individual and family claims in excess of \$50,000 and the District is also protected by an aggregate stop-loss protection provision, which limits its liability on total self-insurance claims for a contract period. Liabilities for unpaid claims are those claims that are unpaid at year end. Changes in the claims liability amount are as follows:

	<u>Beginning of year liability</u>	<u>Claims and changes in estimates</u>	<u>Stop-loss reimbursement</u>	<u>Claim payments</u>	<u>End of year liability</u>
2018	\$ 545,105	\$4,636,378	\$1,129,642	\$3,536,515	\$515,326
2019	515,326	4,788,159	519,504	4,113,392	670,589

K. 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.

#### K. CONTINGENCIES (CONTINUED)

The District is currently involved in pending litigation. The lawsuit is requesting reimbursement of expenses of approximately \$290,000 from the District and another party; however, the outcome of this matter in process has not been determined. The District's legal council believes a settlement will be reached for less than the requested amount.

#### L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through December 2, 2019, the date on which the financial statement was available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed in this financial statement.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

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

For the Year Ended June 30, 2019

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment to comply with legal maximum budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General funds:						
General	\$ 54,666,554	\$ (1,171,378)	\$ 24,367	\$ 53,519,543	\$ 53,519,543	\$ -
Supplemental general	19,268,870	(277,376)	-	18,991,494	18,991,494	-
Special purpose funds:						
Parents as teachers	68,971	-	-	68,971	68,971	-
Bilingual education	4,428,995	-	-	4,428,995	4,228,090	200,905
Capital outlay	22,362,334	-	-	22,362,334	17,808,571	4,553,763
Food service	5,861,630	-	-	5,861,630	4,615,194	1,246,436
Professional development	756,648	-	-	756,648	381,662	374,986
Special education	10,292,376	-	-	10,292,376	7,204,212	3,088,164
At risk	14,890,657	-	-	14,890,657	13,889,363	1,001,294
Virtual education	191,258	-	-	191,258	-	191,258
Summer school	1,178,106	-	-	1,178,106	257,007	921,099
Career and postsecondary education	2,116,332	-	-	2,116,332	1,484,245	632,087
KPERs special retirement contribution	8,201,755	-	-	8,201,755	3,130,687	5,071,068
4-year-old at risk	366,540	-	-	366,540	316,540	50,000
Bond and interest funds:						
Special assessment	30,428	-	-	30,428	7	30,421
Bond and interest	7,042,038	-	-	7,042,038	7,042,038	-
<b>Total</b>	<b>\$ 151,723,492</b>	<b>\$ (1,448,754)</b>	<b>\$ 24,367</b>	<b>\$ 150,299,105</b>	<b>\$ 132,937,624</b>	<b>\$ 17,361,481</b>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
State sources:				
State aid - general	\$ 45,234,405	\$ 48,582,918	\$ 48,380,025	\$ 202,893
State aid - special education	5,206,701	4,899,794	6,283,167	(1,383,373)
State aid - reimbursement	-	24,367	-	24,367
Mineral production tax and other	8,131	9,101	-	9,101
<b>Total receipts</b>	<b>50,449,237</b>	<b>53,516,180</b>	<b>\$ 54,663,192</b>	<b>\$ (1,147,012)</b>
<b>Expenditures:</b>				
Instruction	14,052,207	11,894,256	\$ 13,129,105	\$ 1,234,849
Student support services	31,064	27,778	27,263	(515)
Instructional support staff	394,388	285,851	440,122	154,271
General administration	805,186	653,284	853,083	199,799
School administration	238,647	261,579	212,770	(48,809)
Central services	1,276,733	1,511,158	1,312,050	(199,108)
Operations and maintenance	3,681,669	4,524,800	6,638,056	2,113,256
Student transportation services:				
Supervision	275,661	280,747	337,377	56,630
Vehicle operating services	1,068,697	978,708	1,333,517	354,809
Vehicle services and maintenance services	305,468	358,653	338,718	(19,935)
Other support services	54,585	47,775	57,848	10,073
Food service operations	775	61	-	(61)
Operating transfers	28,267,992	32,694,893	29,986,645	(2,708,248)
Adjustment to comply with legal maximum budget	-	-	(1,171,378)	(1,171,378)
Legal general fund budget	50,453,072	53,519,543	53,495,176	(24,367)
Adjustment for qualifying budget credit	-	-	24,367	24,367
<b>Total expenditures</b>	<b>50,453,072</b>	<b>53,519,543</b>	<b>\$ 53,519,543</b>	<b>\$ -</b>
Receipts over (under) expenditures	(3,835)	(3,363)		
Unencumbered cash, beginning of year	5,476	3,362		
Prior year canceled encumbrances	1,721	4,126		
<b>Unencumbered cash, end of year</b>	<b>\$ 3,362</b>	<b>\$ 4,125</b>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, 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)

	2018	Actual	2019 Budget	Variance favorable (unfavorable)
<b>Receipts:</b>				
Taxes and shared receipts:				
Tax in process	\$ 136,250	\$ 123,878	\$ 56,874	\$ 67,004
Current tax	4,794,283	3,677,165	3,622,578	54,587
Delinquent tax	169,575	134,858	89,361	45,497
Motor vehicle tax	558,371	554,629	544,455	10,174
Recreational vehicle tax	3,555	3,664	3,340	324
In lieu of tax	44,103	24,513	-	24,513
State aid	11,597,869	13,793,522	14,050,860	(257,338)
<b>Total receipts</b>	<b>17,304,006</b>	<b>18,312,229</b>	<b>\$ 18,367,468</b>	<b>\$ (55,239)</b>
<b>Expenditures:</b>				
Instruction	1,812,647	1,367,985	\$ 1,888,854	\$ 520,869
Student support services	1,268,896	1,421,316	1,323,917	(97,399)
Instructional support staff	1,073,046	1,095,318	1,193,111	97,793
General administration	229,277	286,629	190,980	(95,649)
School administration	4,258,870	4,542,168	4,331,325	(210,843)
Central services	1,181,504	843,341	1,094,423	251,082
Operations and maintenance	4,430,006	4,249,005	2,647,408	(1,601,597)
Food service operations	2,238	-	-	-
Operating transfers	2,498,489	5,185,732	6,598,852	1,413,120
Adjustment to comply with legal maximum budget	-	-	(277,376)	(277,376)
<b>Total expenditures</b>	<b>16,754,973</b>	<b>18,991,494</b>	<b>\$ 18,991,494</b>	<b>\$ -</b>
Receipts over (under) expenditures	549,033	(679,265)		
Unencumbered cash, beginning of year	470,000	1,023,905		
Prior year canceled encumbrances	4,872	3,698		
<b>Unencumbered cash, end of year</b>	<b>\$ 1,023,905</b>	<b>\$ 348,338</b>		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

PARENTS AS TEACHERS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Federal aid	\$ 7,799	\$ -	\$ -	\$ -
State aid	40,705	40,356	39,705	651
Transfer from general fund	26,458	26,144	25,808	336
<b>Total receipts</b>	<b>74,962</b>	<b>66,500</b>	<b>\$ 65,513</b>	<b>\$ 987</b>
<b>Expenditures:</b>				
Instruction	4,314	-	\$ -	\$ -
Student support services	55,039	67,321	60,090	(7,231)
General administration	7,356	-	-	-
School administration	454	-	-	-
Central services	-	1,650	8,881	7,231
<b>Total expenditures</b>	<b>67,163</b>	<b>68,971</b>	<b>\$ 68,971</b>	<b>\$ -</b>
Receipts over (under) expenditures	7,799	(2,471)		
Unencumbered cash, beginning of year	(4,341)	3,458		
<b>Unencumbered cash, end of year</b>	<b>\$ 3,458</b>	<b>\$ 987</b>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, 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)

	<u>2018</u>	<u>2019</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from:				
General fund	\$ 3,135,897	\$ 2,993,643	\$ 3,260,362	\$ (266,719)
Supplemental general fund	-	1,234,447	1,159,874	74,573
Total receipts	<u>3,135,897</u>	<u>4,228,090</u>	<u>\$ 4,420,236</u>	<u>\$ (192,146)</u>
Expenditures:				
Instruction	2,977,888	3,911,556	\$ 4,243,221	\$ 331,665
Student support services	100,503	109,094	112,020	2,926
Instructional support staff	839	75	15,000	14,925
School administration	56,667	207,365	58,754	(148,611)
Total expenditures	<u>3,135,897</u>	<u>4,228,090</u>	<u>\$ 4,428,995</u>	<u>\$ 200,905</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>8,759</u>	<u>8,759</u>		
Unencumbered cash, end of year	<u>\$ 8,759</u>	<u>\$ 8,759</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Taxes and shared receipts:				
Tax in process	\$ 62,634	\$ 31,819	\$ 14,475	\$ 17,344
Current tax	1,211,660	1,714,041	1,688,866	25,175
Delinquent tax	53,271	42,243	22,586	19,657
Motor vehicle tax	229,942	214,373	205,911	8,462
Recreational vehicle tax	1,461	1,399	1,263	136
In lieu of tax	12,903	5,843	-	5,843
Interest	160,579	339,898	300,000	39,898
State aid	871,869	1,274,864	1,262,010	12,854
Other	1,343,775	104,329	3,000,000	(2,895,671)
Transfer from general fund	6,141,230	9,704,884	5,439,798	4,265,086
<b>Total receipts</b>	<b>10,089,324</b>	<b>13,433,693</b>	<b>\$ 11,934,909</b>	<b>\$ 1,498,784</b>
<b>Expenditures:</b>				
Instruction	219,927	77,754	\$ 1,362,334	\$ 1,284,580
General administration	-	100	-	(100)
School administration	-	19,492	-	(19,492)
Operations and maintenance	785,791	1,648,471	7,500,000	5,851,529
Facility acquisition and construction services:				
Architectural and engineering services	177,641	1,000,935	1,000,000	(935)
Site acquisition	100,224	818	2,000,000	1,999,182
Site improvement	2,498,264	542,142	5,500,000	4,957,858
Building improvements	1,611,426	14,518,859	5,000,000	(9,518,859)
<b>Total expenditures</b>	<b>5,393,273</b>	<b>17,808,571</b>	<b>\$ 22,362,334</b>	<b>\$ 4,553,763</b>
Receipts over (under) expenditures	4,696,051	(4,374,878)		
Unencumbered cash, beginning of year	5,783,587	10,511,451		
Prior year canceled encumbrances	31,813	542,279		
<b>Unencumbered cash, end of year</b>	<b>\$ 10,511,451</b>	<b>\$ 6,678,852</b>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**FOOD SERVICE FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Federal aid	\$ 3,720,502	\$ 3,841,943	\$ 4,618,209	\$ (776,266)
State aid	45,541	50,539	48,202	2,337
Interest	34	34	100,000	(99,966)
Charges for services	548,910	589,378	623,273	(33,895)
Other	23,098	20,262	250,000	(229,738)
Transfer from general fund	31	2,387	500	1,887
<b>Total receipts</b>	<u>4,338,116</u>	<u>4,504,543</u>	<u>\$ 5,640,184</u>	<u>\$ (1,135,641)</u>
<b>Expenditures:</b>				
Operations and maintenance	32,222	35,898	\$ 50,000	\$ 14,102
Food service operations	4,396,486	4,579,296	5,811,630	1,232,334
<b>Total expenditures</b>	<u>4,428,708</u>	<u>4,615,194</u>	<u>\$ 5,861,630</u>	<u>\$ 1,246,436</u>
Receipts over (under) expenditures	(90,592)	(110,651)		
Unencumbered cash, beginning of year	<u>312,038</u>	<u>221,446</u>		
Unencumbered cash, end of year	<u>\$ 221,446</u>	<u>\$ 110,795</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

PROFESSIONAL DEVELOPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
State aid	\$ 53,282	\$ 44,078	\$ 56,297	\$ (12,219)
Other	-	-	109,994	(109,994)
Transfer from general fund	284,000	337,583	300,000	37,583
<b>Total receipts</b>	<b>337,282</b>	<b>381,661</b>	<b>\$ 466,291</b>	<b>\$ (84,630)</b>
<b>Expenditures:</b>				
Instruction	28,500	55,945	\$ -	\$ (55,945)
Student support services	3,155	4,386	-	(4,386)
Instructional support staff	305,524	321,331	756,648	435,317
<b>Total expenditures</b>	<b>337,179</b>	<b>381,662</b>	<b>\$ 756,648</b>	<b>\$ 374,986</b>
Receipts over (under) expenditures	103	(1)		
Unencumbered cash, beginning of year	289,903	290,357		
Prior year canceled encumbrances	351	-		
<b>Unencumbered cash, end of year</b>	<b>\$ 290,357</b>	<b>\$ 290,356</b>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**SPECIAL EDUCATION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Federal aid	\$ 35,626	\$ 40,000	\$ -	\$ 40,000
Transfer from:				
General fund	5,754,000	6,897,156	7,783,167	(886,011)
Supplemental general fund	2,000,000	267,073	2,073,445	(1,806,372)
Total receipts	<u>7,789,626</u>	<u>7,204,229</u>	<u>\$ 9,856,612</u>	<u>\$(2,652,383)</u>
Expenditures:				
Instruction	7,493,931	6,945,149	\$ 9,515,070	\$ 2,569,921
Student support services	22,211	844	137,681	136,837
Instructional support staff	1,202	1,207	125,000	123,793
Student transportation services:				
Vehicle operating service	243,280	228,680	464,625	235,945
Vehicle services and maintenance services	29,192	28,332	50,000	21,668
Total expenditures	<u>7,789,816</u>	<u>7,204,212</u>	<u>\$ 10,292,376</u>	<u>\$ 3,088,164</u>
Receipts over (under) expenditures	(190)	17		
Unencumbered cash, beginning of year	1,809,386	1,809,209		
Prior year canceled encumbrances	13	4		
Unencumbered cash, end of year	<u>\$ 1,809,209</u>	<u>\$ 1,809,230</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

AT RISK FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Federal aid	\$ -	\$ 130,125	\$ -	\$ 130,125
Transfer from:				
General fund	11,073,385	10,359,767	11,512,893	(1,153,126)
Supplemental general fund	-	3,393,780	3,365,533	28,247
Total receipts	<u>11,073,385</u>	<u>13,883,672</u>	<u>\$14,878,426</u>	<u>\$ (994,754)</u>
Expenditures:				
Instruction	10,117,655	12,733,548	\$13,607,529	\$ 873,981
Student support services	666,222	835,045	943,989	108,944
School administration	263,125	294,219	304,139	9,920
Operations and maintenance	26,384	26,551	35,000	8,449
Total expenditures	<u>11,073,386</u>	<u>13,889,363</u>	<u>\$14,890,657</u>	<u>\$ 1,001,294</u>
Receipts over (under) expenditures	(1)	(5,691)		
Unencumbered cash, beginning of year	12,206	12,230		
Prior year canceled encumbrances	25	1		
Unencumbered cash, end of year	<u>\$ 12,230</u>	<u>\$ 6,540</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

VIRTUAL 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)

	<u>2018</u>	<u>2019</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Transfer from general fund	\$ 47,577	\$ -	<u>\$ 47,577</u>	<u>\$ (47,577)</u>
Expenditures:				
Instruction	<u>-</u>	<u>-</u>	<u>\$ 191,258</u>	<u>\$ 191,258</u>
Receipts over (under) expenditures	47,577	-		
Unencumbered cash, beginning of year	<u>96,104</u>	<u>143,681</u>		
Unencumbered cash, end of year	<u>\$ 143,681</u>	<u>\$ 143,681</u>		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**SUMMER SCHOOL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Fees	\$ 85,036	\$ 71,322	\$ 400,000	\$ (328,678)
Transfer from:				
General fund	100,000	185,685	-	185,685
Supplemental general fund	130,489	-	-	-
Total receipts	<u>315,525</u>	<u>257,007</u>	<u>\$ 400,000</u>	<u>\$ (142,993)</u>
Expenditures:				
Instruction	157,698	243,696	\$ 1,040,252	\$ 796,556
Student support services	5,091	4,038	53,963	49,925
Student transportation services	9,971	9,273	-	(9,273)
Other support services	-	-	83,891	83,891
Total expenditures	<u>172,760</u>	<u>257,007</u>	<u>\$ 1,178,106</u>	<u>\$ 921,099</u>
Receipts over (under) expenditures	142,765	-		
Unencumbered cash, beginning of year	<u>635,341</u>	<u>778,106</u>		
Unencumbered cash, end of year	<u>\$ 778,106</u>	<u>\$ 778,106</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

CAREER AND POSTSECONDARY EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfer from general fund	\$ 1,199,000	\$ 972,844	\$ 1,300,000	\$ (327,156)
Expenditures:				
Instruction	1,079,673	1,336,491	\$ 1,768,413	\$ 431,922
Student support services	29,411	60,182	121,941	61,759
School administration	34,775	31,831	107,278	75,447
Operations and maintenance	55,462	55,741	98,700	42,959
Student transportation services	-	-	20,000	20,000
Total expenditures	1,199,321	1,484,245	\$ 2,116,332	\$ 632,087
Receipts over (under) expenditures	(321)	(511,401)		
Unencumbered cash, beginning of year	816,653	816,332		
Unencumbered cash, end of year	\$ 816,332	\$ 304,931		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**KPERS SPECIAL RETIREMENT CONTRIBUTION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	<u>\$ 5,615,717</u>	<u>\$ 3,130,687</u>	<u>\$ 8,201,755</u>	<u>\$(5,071,068)</u>
Expenditures:				
Instruction	3,389,086	1,878,099	\$ 5,185,421	\$ 3,307,322
Student support services	358,844	221,653	385,047	163,394
Instructional support staff	147,132	89,225	228,210	138,985
General administration	112,314	62,927	112,565	49,638
School administration	530,685	290,215	754,395	464,180
Central services	221,259	115,835	303,204	187,369
Operations and maintenance	446,450	251,707	643,085	391,378
Student transportation services	178,018	90,477	248,275	157,798
Other support services	5,616	3,444	23,058	19,614
Food service operations	<u>226,313</u>	<u>127,105</u>	<u>318,495</u>	<u>191,390</u>
Total expenditures	<u>5,615,717</u>	<u>3,130,687</u>	<u>\$ 8,201,755</u>	<u>\$ 5,071,068</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	<u>-</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

4-YEAR-OLD AT RISK FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Federal aid	\$ 108,949	\$ 5,739	\$ -	\$ 5,739
Interest	-	-	50,000	(50,000)
Transfer from general fund	314,471	499,800	316,540	183,260
<b>Total receipts</b>	<b>423,420</b>	<b>505,539</b>	<b>\$ 366,540</b>	<b>\$ 138,999</b>
<b>Expenditures:</b>				
Instruction	347,486	279,759	\$ 288,950	\$ 9,191
Student support services	51,459	26,495	53,836	27,341
Instructional support staff	-	8,267	-	(8,267)
General administration	18,620	637	-	(637)
School administration	-	1,382	16,600	15,218
Central services	11,592	-	6,154	6,154
Other support services	-	-	1,000	1,000
<b>Total expenditures</b>	<b>429,157</b>	<b>316,540</b>	<b>\$ 366,540</b>	<b>\$ 50,000</b>
Receipts over (under) expenditures	(5,737)	188,999		
Unencumbered cash, beginning of year	8,827	3,090		
<b>Unencumbered cash, end of year</b>	<b>\$ 3,090</b>	<b>\$ 192,089</b>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019

	<u>Coke Donation Agreement</u>	<u>Textbook and Student Materials Revolving</u>	<u>Civic Center</u>
Receipts:			
Donations	\$ 24,166	\$ -	\$ -
Federal aid	-	-	-
State aid	-	-	-
Fees	-	230,489	16,628
Transfer from:			
General fund	-	715,000	-
Supplemental general fund	-	290,432	-
Total receipts	<u>24,166</u>	<u>1,235,921</u>	<u>16,628</u>
Expenditures:			
Instruction	16,026	238,154	-
Student support services	-	-	-
Instructional support staff	-	-	-
General administration	118	-	-
School administration	-	799	-
Operations and maintenance	150	-	-
Student transportation services	-	-	-
Civic Center operations	-	-	16,628
Other support services	-	6,201	-
Facility acquisition and construction services	-	-	-
Community service operations	-	-	-
Refund to the state	-	-	-
Total expenditures	<u>16,294</u>	<u>245,154</u>	<u>16,628</u>
Receipts over (under) expenditures	7,872	990,767	-
Unencumbered cash (deficit), beginning of year	26,505	1,142,185	-
Prior year canceled encumbrances	-	3,927	-
Unencumbered cash (deficit), end of year	<u>\$ 34,377</u>	<u>\$ 2,136,879</u>	<u>\$ -</u>

See Independent Auditor's Report.

Schedule 2-15

<u>Building Blocks Grant</u>	<u>Gifts and Grants</u>	<u>Contingency Reserve</u>	<u>Total</u>
\$ -	\$ 177,142	\$ -	\$ 201,308
-	21,233	-	586,720
61,289	128,441	-	189,730
-	-	-	247,117
-	-	-	715,000
-	-	-	290,432
<u>61,289</u>	<u>326,816</u>	<u>-</u>	<u>2,230,307</u>
42,579	31,981	-	393,197
-	24,120	-	24,120
-	17	-	493,210
-	-	-	118
-	-	-	799
-	130,008	249,235	379,393
44,591	-	-	44,591
-	-	-	16,628
-	-	-	6,201
-	5,984	1,691,978	1,697,962
-	6,906	235,980	260,886
<u>13</u>	<u>-</u>	<u>-</u>	<u>13</u>
<u>87,183</u>	<u>199,016</u>	<u>2,177,193</u>	<u>3,317,118</u>
(25,894)	127,800	(2,177,193)	(1,086,811)
(24,575)	2,517,093	6,108,856	9,770,064
<u>13</u>	<u>11</u>	<u>-</u>	<u>3,951</u>
<u>\$ (50,456)</u>	<u>\$ 2,644,904</u>	<u>\$ 3,931,663</u>	<u>\$ 8,687,204</u>

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

SPECIAL PURPOSE FEDERAL GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019

	Pre-K Pilot Program	Title IV 21st Century Community Learning Center	Link Grant	STEC Grant	Title IV
Receipts:					
Federal aid	\$ 195,031	\$ 119,742	\$ 565,487	\$ 36,853	\$ 74,207
State aid	-	-	-	-	-
Third party in-kind match	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total receipts	195,031	119,742	565,487	36,853	74,207
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:					
Instruction	123,663	83,150	64,457	1,799	65,602
Student support services	32,967	-	-	-	6,002
Instructional support staff	8,903	9,782	493,193	21,592	-
General administration	14,460	3,091	-	-	2,603
School administration	4,725	-	-	-	-
Central services	5,200	-	-	-	-
Operations and maintenance	-	-	-	-	-
Student transportation services	-	-	-	-	-
Food service operations	5,856	-	-	-	-
Community service operations	-	-	18,000	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	195,774	96,023	575,650	23,391	74,207
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Receipts over (under) expenditures	(743)	23,719	(10,163)	13,462	-
Unencumbered cash (deficit), beginning of year	743	(45,222)	-	(13,462)	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Unencumbered cash (deficit), end of year	\$ -	\$ (21,503)	\$ (10,163)	\$ -	\$ -
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

See Independent Auditor's Report.

Title I	Title I Migrant	Head Start	Kansas Early Head Start	Program Improvement/ Carl Perkins	Title III English Language Acquisition	Title IIA Teacher Quality	Total
\$ 1,424,595	\$ 710,564	\$ 2,114,558	\$ 545,395	\$ 61,348	\$ 276,572	\$ 206,456	\$ 6,330,808
-	-	-	137,812	-	-	-	137,812
-	-	510,620	-	-	-	-	510,620
<u>1,424,595</u>	<u>710,564</u>	<u>2,625,178</u>	<u>683,207</u>	<u>61,348</u>	<u>276,572</u>	<u>206,456</u>	<u>6,979,240</u>
798,675	244,069	1,443,276	294,209	58,281	146,193	98,206	3,421,580
402,943	43,637	611,809	293,396	-	65,456	75,665	1,531,875
36,891	60,858	77,325	6,816	-	68,589	24,085	808,034
181,862	330,495	176,958	58,872	3,067	5,835	8,500	785,743
-	-	126,499	150	-	-	-	131,374
-	-	39,517	7,279	-	-	-	51,996
4,224	7,586	23,655	-	-	-	-	35,465
-	18,355	36,738	10	-	10,560	-	65,663
-	-	17,323	-	-	-	-	23,179
-	-	-	-	-	-	-	18,000
<u>1,424,595</u>	<u>705,000</u>	<u>2,553,100</u>	<u>660,732</u>	<u>61,348</u>	<u>296,633</u>	<u>206,456</u>	<u>6,872,909</u>
-	5,564	72,078	22,475	-	(20,061)	-	106,331
-	(277,159)	(430,324)	(130,119)	-	(106,489)	-	(1,002,032)
<u>\$ -</u>	<u>\$ (271,595)</u>	<u>\$ (358,246)</u>	<u>\$ (107,644)</u>	<u>\$ -</u>	<u>\$ (126,550)</u>	<u>\$ -</u>	<u>\$ (895,701)</u>



**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

KANSAS HERITAGE CENTER FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
Receipts:		
Other charges/sales/grants/donations	<u>\$ 25,278</u>	<u>\$ 13,197</u>
Expenditures:		
Student support services	14,278	10,613
Appropriation to the Dodge City Public Library	<u>-</u>	<u>84,919</u>
Total expenditures	<u>14,278</u>	<u>95,532</u>
Receipts over (under) expenditures	11,000	(82,335)
Unencumbered cash, beginning of year	<u>71,335</u>	<u>82,335</u>
Unencumbered cash, end of year	<u><u>\$ 82,335</u></u>	<u><u>\$ -</u></u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

SPECIAL ASSESSMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Site improvement services	<u>7</u>	<u>7</u>	<u>\$ 30,428</u>	<u>\$ 30,421</u>
Receipts over (under) expenditures	(7)	(7)		
Unencumbered cash, beginning of year	<u>30,435</u>	<u>30,428</u>		
Unencumbered cash, end of year	<u>\$ 30,428</u>	<u>\$ 30,421</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, 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)

	2018	2019		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes and shared receipts:				
Tax in process	\$ 92,706	\$ 46,638	\$ 21,191	\$ 25,447
Current tax	1,779,889	2,574,318	2,536,593	37,725
Delinquent tax	87,520	61,884	33,177	28,707
Motor vehicle tax	278,411	316,768	304,157	12,611
Recreational vehicle tax	1,760	2,067	1,866	201
In lieu of tax	18,462	17,164	-	17,164
State aid	5,141,336	4,788,586	4,788,586	-
Interest	15,535	21,634	-	21,634
Total receipts	<u>7,415,619</u>	<u>7,829,059</u>	<u>\$ 7,685,570</u>	<u>\$ 143,489</u>
Expenditures:				
Debt service:				
Principal	4,040,000	3,750,000	\$ 3,750,000	\$ -
Interest	3,520,788	3,292,038	3,292,038	-
Total expenditures	<u>7,560,788</u>	<u>7,042,038</u>	<u>\$ 7,042,038</u>	<u>\$ -</u>
Receipts over (under) expenditures	(145,169)	787,021		
Unencumbered cash, beginning of year	<u>5,035,177</u>	<u>4,890,008</u>		
Unencumbered cash, end of year	<u>\$ 4,890,008</u>	<u>\$ 5,677,029</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443**  
**DODGE CITY, KANSAS**

CERTIFICATES OF PARTICIPATION P & I 2010 FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
Receipts	\$ -	\$ -
Expenditures	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	-
Unencumbered cash, beginning of year	<u>2</u>	<u>2</u>
Unencumbered cash, end of year	<u><u>\$ 2</u></u>	<u><u>\$ 2</u></u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**CONSTRUCTION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
Receipts:		
Interest	\$ 312,102	\$ 42,882
Transfer from certificate of participation 2014 fund	113	-
	<u>312,215</u>	<u>42,882</u>
Total receipts		
Expenditures:		
Instruction	2,084,367	70,586
General administration	12,362	2,696
Operations and maintenance	1,073,281	333,753
Food service operations	13,012	-
Site improvement	692,141	2,025
Architectural and engineering services	203,650	20,513
Building additions	329,329	86,276
Repair and remodeling building	1,656,442	790,240
Debt issuance costs	3,000	3,306
	<u>6,067,584</u>	<u>1,309,395</u>
Total expenditures		
Receipts over (under) expenditures	(5,755,369)	(1,266,513)
Unencumbered cash, beginning of year	5,654,143	1,466,630
Prior year canceled encumbrances	1,567,856	98,812
	<u>1,466,630</u>	<u>298,929</u>
Unencumbered cash, end of year		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

HEALTH CARE SERVICES RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
Receipts:		
Interest	\$ 1,939	\$ 2,422
Employee withholdings	6,245,091	5,981,471
Cobra/retirees	51,558	36,947
Health forfeitures	759,264	724,265
Reinsurance	1,129,642	519,504
	<u>8,187,494</u>	<u>7,264,609</u>
Total receipts		
Expenditures:		
Insurance premiums	1,666,367	1,669,532
Payment of claims	4,636,378	4,788,159
Other	91	55,060
	<u>6,302,836</u>	<u>6,512,751</u>
Total expenditures		
Receipts over (under) expenditures	1,884,658	751,858
Unencumbered cash, beginning of year	<u>5,570,015</u>	<u>7,454,673</u>
Unencumbered cash, end of year	<u>\$ 7,454,673</u>	<u>\$ 8,206,531</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

MARILYN SHIPLEY CHILDREN LITERACY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended June 30, 2019  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2018)

	<u>2018</u>	<u>2019</u>
Receipts:		
Gain (loss) on investments	\$ 390	\$ 208
Contributions	530	-
	<u>920</u>	<u>208</u>
Total receipts		
Expenditures:		
Grants paid	<u>250</u>	<u>250</u>
Receipts over (under) expenditures	670	(42)
Unencumbered cash, beginning of year	<u>5,190</u>	<u>5,860</u>
Unencumbered cash, end of year	<u><u>\$ 5,860</u></u>	<u><u>\$ 5,818</u></u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, 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	Receipts	Expenditures	Ending unencumbered cash balance	Add encumbrances and accounts payable	Ending cash balance
Gate receipts:						
Dodge City High School:						
Athletics	\$ 5,962	\$ 106,706	\$ 84,723	\$ 27,945	\$ -	\$ 27,945
Coffee Club	-	2,793	1,644	1,149	-	1,149
Club services	164	-	-	164	-	164
Advertising	35,021	35,130	24,066	46,085	-	46,085
Tournament of Champions	43,117	30,569	32,834	40,852	-	40,852
WAC medals	7,761	5,000	4,099	8,662	-	8,662
Baseball	692	4,035	4,146	581	-	581
Boys basketball	3,398	1,486	4,746	138	-	138
Girls basketball	3,234	4,044	4,916	2,362	-	2,362
Bowling	138	786	924	-	-	-
Boys cross country	1,795	5,492	6,040	1,247	-	1,247
Girls cross country	80	2,687	2,756	11	-	11
Golf	356	3,266	2,550	1,072	-	1,072
Softball	260	5,672	5,429	503	-	503
Soccer	733	10,486	10,540	679	-	679
Boys tennis	695	-	448	247	-	247
Girls tennis	749	2,588	2,742	595	-	595
Track	100	1,607	1,229	478	-	478
Volleyball	-	5,827	5,827	-	-	-
Wrestling	131	371	-	502	-	502
Weight room	3,088	7,940	9,238	1,790	-	1,790
Athletic training	870	-	297	573	-	573
Gate receipts	7,097	66,200	73,297	-	-	-
Honors banquet	3,245	3,186	3,350	3,081	-	3,081
Subtotal High School	118,686	305,871	285,841	138,716	-	138,716
Dodge City Middle School:						
Athletics	2,769	33,759	34,879	1,649	-	1,649
Comanche Middle School:						
Coyote athletics	4,250	30,258	34,070	438	-	438
Total gate receipts	125,705	369,888	354,790	140,803	-	140,803
School projects:						
District-wide:						
Mechanics	2,792	400	-	3,192	-	3,192
Floral design	9,720	966	723	9,963	-	9,963
Greenhouse	1,817	91	-	1,908	-	1,908
Livestock	16,740	3,062	987	18,815	-	18,815
Woodworking	6,280	26,762	18,518	14,524	-	14,524
Building trades - house	1,608	227,170	213,384	15,394	-	15,394
Building trades - non/house	4,996	2,147	4,225	2,918	-	2,918
Pass tuition	2,126	-	-	2,126	-	2,126
Food service	2,876	292	500	2,668	-	2,668
Comanche business partner	2,832	1,306	1,187	2,951	-	2,951
DCHS - Drama/Forensics	2,945	-	-	2,945	-	2,945
Bright Beginnings courtesy	3,182	1,908	2,578	2,512	-	2,512
Bright Beginnings-United Way	21,450	-	6,767	14,683	-	14,683
Migrant	-	1,600	1,124	476	-	476
The Learning Center	5,616	15,394	14,218	6,792	-	6,792
Money market interest	22,474	1,125	-	23,599	-	23,599
DCHS - Alumni Association	64,305	891	60,917	4,279	-	4,279
Subtotal District-wide	171,759	283,114	325,128	129,745	-	129,745



**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**DISTRICT ACTIVITY FUNDS**

**SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended June 30, 2019

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
School projects (continued):						
Dodge City High School:						
Basketball scoring table	\$ 1,000	\$ 4,000	\$ 4,000	\$ 1,000	\$ -	\$ 1,000
ID	778	367	136	1,009	-	1,009
Scholar bowl	46	4,866	4,848	64	-	64
Course catalog	14	-	-	14	-	14
Yearbook	2,505	19,167	12,608	9,064	-	9,064
Activity improvements 2017	4,850	20,048	15,420	9,478	-	9,478
Concessions	6,827	14,177	11,855	9,149	-	9,149
Lost equipment	548	40	249	339	-	339
Subtotal High School	<u>16,568</u>	<u>62,665</u>	<u>49,116</u>	<u>30,117</u>	<u>-</u>	<u>30,117</u>
Dodge City Middle School:						
Library/book fair	54	-	-	54	-	54
Students & building needs	1,069	10	-	1,079	-	1,079
Art smart	78	-	-	78	-	78
KS school health survey	236	-	-	236	-	236
Partners in education	183	-	-	183	-	183
Students in need	8	-	-	8	-	8
T-shirts	647	107	-	754	-	754
Learning tree	24	-	-	24	-	24
Student testing rewards	87	-	-	87	-	87
Information technology	360	104	120	344	-	344
Newcomers	501	575	518	558	-	558
Special activities	808	5,248	4,886	1,170	-	1,170
Yearbook	1,213	3,579	2,870	1,922	-	1,922
Subtotal Middle School	<u>5,268</u>	<u>9,623</u>	<u>8,394</u>	<u>6,497</u>	<u>-</u>	<u>6,497</u>
Comanche Middle School:						
Library/book fair	167	133	149	151	-	151
T-shirts	583	13,381	12,975	989	-	989
Poster ads	28	-	-	28	-	28
Subtotal Comanche	<u>778</u>	<u>13,514</u>	<u>13,124</u>	<u>1,168</u>	<u>-</u>	<u>1,168</u>
Soule Elementary	1,199	2,852	3,043	1,008	-	1,008
Beeson Elementary	348	-	51	297	-	297
Central Elementary	4,365	150	764	3,751	-	3,751
Linn Elementary	2,972	2,200	1,584	3,588	-	3,588
Miller Elementary	735	946	925	756	-	756
Northwest Elementary	1,861	11,329	7,897	5,293	-	5,293
Sunnyside Elementary	1,518	2,914	2,846	1,586	-	1,586
Wilroads Elementary	20	-	-	20	-	20
Ross Elementary	2,724	1,029	1,674	2,079	-	2,079
Total school projects	<u>210,115</u>	<u>390,336</u>	<u>414,546</u>	<u>185,905</u>	<u>-</u>	<u>185,905</u>
Total district activity funds	<u>\$ 335,820</u>	<u>\$ 760,224</u>	<u>\$ 769,336</u>	<u>\$ 326,708</u>	<u>\$ -</u>	<u>\$ 326,708</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**AGENCY FUNDS**

**SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS**

For the Year Ended June 30, 2019

<u>Funds</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Student activity funds:				
Dodge City High School:				
Art club	\$ 39	\$ 1,621	\$ 1,275	\$ 385
Board game club	-	66	17	49
Band	58,097	307,140	310,759	54,478
Student band account	23,666	1,864	14,731	10,799
Broadcasting	6,041	2,049	2,343	5,747
FBLA	3,651	930	1,385	3,196
FBLA store	193	-	193	-
Cheerleaders	180	17,393	17,387	186
Chorus	1,680	28,585	24,934	5,331
Class of 2018	1,420	-	1,420	-
Class of 2019	1,298	1,200	845	1,653
Class of 2020	2,400	2,175	3,852	723
Class of 2021	1,200	1,200	-	2,400
Class of 2022	-	1,200	-	1,200
Color guard	223	888	561	550
Debate	712	2,377	2,277	812
Drama club	6,155	1,745	5,546	2,354
Drill team	8,768	37,084	37,847	8,005
International club	97	55	-	152
FFA	790	10,599	6,154	5,235
FCCLA	8,529	755	1,304	7,980
Forensics	542	8,391	6,673	2,260
HOSA	579	2,638	2,368	849
Heritage panel	269	-	150	119
NHS	2,202	675	501	2,376
Orchestra	2	19,438	18,539	901
Orchestra student accounts	4,899	-	1,220	3,679
Outdoor club	2,161	3,810	3,607	2,364
SADD	1,650	2,296	2,823	1,123
Student council	455	8,327	8,776	6
Demon designs	409	14,080	12,751	1,738
FCA	471	3,398	3,051	818
Skills USA	958	6,066	2,987	4,037
Gay-straight alliance	39	-	-	39
Science Olympiad	3	-	3	-
Hero club	787	71	202	656
Science family outreach club	89	-	-	89
T.A.L.C.	123	370	290	203
Herpetology club	515	1,968	1,847	636
Subtotal High School	141,292	490,454	498,618	133,128

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**AGENCY FUNDS**

**SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS**

For the Year Ended June 30, 2019

<u>Funds</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Student activity funds (continued):				
Dodge City Middle School:				
Student council	\$ 2,351	\$ 5,647	\$ 6,297	\$ 1,701
DCMS heritage panel	389	-	-	389
Drill team	3,732	2,708	3,294	3,146
Pep club	-	45	19	26
Spirit club	6,028	4,927	5,618	5,337
NJHS	1,115	222	153	1,184
Scholars bowl	35	384	337	82
Chorus	-	50	-	50
Drama club	240	1	50	191
Subtotal Middle School	<u>13,890</u>	<u>13,984</u>	<u>15,768</u>	<u>12,106</u>
Comanche Middle School:				
Student council	2,105	466	348	2,223
Drill team	109	5,740	5,353	496
Spirit club	1,821	9,172	9,604	1,389
JR NHS	416	-	-	416
Buddy group	-	1,300	1,023	277
Chorus	4,066	4,701	4,930	3,837
Miscellaneous student income	11	-	-	11
Library/book fair	17	-	-	17
Student and building needs	324	-	-	324
MS-WAC music festival	2,997	-	-	2,997
Subtotal Comanche	<u>11,866</u>	<u>21,379</u>	<u>21,258</u>	<u>11,987</u>
Total agency funds	<u>\$ 167,048</u>	<u>\$ 525,817</u>	<u>\$ 535,644</u>	<u>\$ 157,221</u>

See Independent Auditor's Report.

## **APPENDICES**

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

Board of Education  
Unified School District No. 443  
Dodge City, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Unified School District No. 443, Dodge City, Kansas as of and for the year ended June 30, 2019, and the related notes to the financial statement, and have issued our report thereon dated December 2, 2019. Our report on the financial statement disclosed that, as described in Note A to the financial statement, the District has prepared this financial statement on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statement, we considered Unified School District No. 443's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Unified School District No. 443's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Unified School District No. 443's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Kennedy McKee & Company LLP*

December 2, 2019

*Kennedy*  
*McKee & Company LLP* Certified Public Accountants

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

Board of Education  
Unified School District No. 443  
Dodge City, Kansas

**Report on Compliance for Each Major Federal Program**

We have audited Unified School District No. 443's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2019. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of Unified School District No. 443's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the *Kansas Municipal Audit and Accounting Guide*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Unified School District No. 443's compliance.

## Opinion on Each Major Federal Program

In our opinion, Unified School District No. 443 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

## Report on Internal Control over Compliance

Management of Unified School District No. 443 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

*Kennedy McKee & Company LLP*

December 2, 2019



**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Year Ended June 30, 2019

Federal grantor/ pass-through grantor/ program title	Federal CFDA number	Pass-through grantor's number	Unencumbered cash (deficit) beginning of year	Canceled encumbrances	Receipts	Expenditures	Unencumbered cash (deficit) end of year
<b><u>U.S. Department of Health and Human Services</u></b>							
Passed through Kansas Department of Education:							
Temporary Assistance for Needy Families:							
Early Learning Kansans	93.558	D0443	\$ -	\$ -	\$ 5,739	\$ 5,739	\$ -
Pre-K Pilot	93.558	D0443	744	-	195,031	195,775	-
Passed through Kansas Department for Children and Families:							
Temporary Assistance for Needy Families:							
Kansas Early Head Start Visitation 2018-19	93.558	EES-2019-KEHSHV-01	-	-	282,862	329,557	(46,695)
Kansas Early Head Start Visitation 2017-18	93.558	EES-2018-KEHSV-01-G	(74,904)	-	74,904	-	-
			<u>(74,160)</u>	<u>-</u>	<u>558,536</u>	<u>531,071</u>	<u>(46,695)</u>
Passed through Kansas Department for Children and Families:							
Child Care and Development Fund:							
Kansas Early Head Start - 2018-19	93.596	EES-2019-KEHSCCP-01	-	-	132,414	193,364	(60,950)
Kansas Early Head Start - 2017-18	93.596	EES-2018-KEHSCCP-01-G	(55,214)	-	55,214	-	-
			<u>(55,214)</u>	<u>-</u>	<u>187,628</u>	<u>193,364</u>	<u>(60,950)</u>
Direct Program:							
Head Start - 2018-19	93.600	N/A	-	-	1,660,021	2,014,539	(354,518)
Head Start T/TA - 2018-19	93.600	N/A	-	-	24,212	27,940	(3,728)
Head Start - 2017-18	93.600	N/A	(430,109)	-	430,109	-	-
Head Start T/TA - 2017-18	93.600	N/A	(216)	-	216	-	-
			<u>(430,325)</u>	<u>-</u>	<u>2,114,558</u>	<u>2,042,479</u>	<u>(358,246)</u>
Total U.S. Department of Health and Human Services			<u>(559,699)</u>	<u>-</u>	<u>2,860,722</u>	<u>2,766,914</u>	<u>(465,891)</u>
<b><u>U.S. Department of Education</u></b>							
Passed through Kansas Department of Education:							
Title I:							
Title I - 2018-19 Carryover	84.010A	D0443	-	-	214,000	214,000	-
Title I - 2018-19	84.010A	D0443	-	-	1,210,595	1,210,595	-
			<u>-</u>	<u>-</u>	<u>1,424,595</u>	<u>1,424,595</u>	<u>-</u>
Migrant Programs:							
Migrant - 2018-19	84.011A	D0443	-	-	433,405	705,000	(271,595)
Migrant - 2017-18	84.011A	D0443	(277,159)	-	277,159	-	-
Migrant - 2018-19 (Summer)	84.011A	D0443	-	-	21,233	21,233	-
			<u>(277,159)</u>	<u>-</u>	<u>731,797</u>	<u>726,233</u>	<u>(271,595)</u>
Carl Perkins - Program Improvement	84.048A	D0443	-	-	61,348	61,348	-
21st Century Community Learning Center	84.287C	D0443	(45,222)	-	119,742	96,023	(21,503)
Title III:							
English Language Acquisition - 2017-18	84.365A	D0443	(106,489)	-	106,489	-	-
English Language Acquisition - 2018-19	84.365A	D0443	-	-	170,083	296,633	(126,550)
			<u>(106,489)</u>	<u>-</u>	<u>276,572</u>	<u>296,633</u>	<u>(126,550)</u>

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)**

For the Year Ended June 30, 2019

Federal grantor/ pass-through grantor/ program title	Federal CFDA number	Pass-through grantor's number	Unencumbered cash (deficit) beginning of year	Canceled encumbrances	Receipts	Expenditures	Unencumbered cash (deficit) end of year
<b><u>U.S. Department of Education (continued)</u></b>							
Passed through Kansas Department of Education (continued):							
Title II A:							
Teacher Quality - 2018-19 Carryover	84.367A	D0443	\$ -	\$ -	\$ 26,282	\$ 26,282	\$ -
Teacher Quality - 2018-19	84.367A	D0443	-	-	180,174	180,174	-
			-	-	206,456	206,456	-
Striving Readers Comprehensive Literacy Program	84.371C	D0443	-	-	565,967	576,130	(10,163)
Title IV:							
Student Support and Academic Enrichment 2018-19 Carryover	84.424A	D0443	-	-	7,000	7,000	-
Student Support and Academic Enrichment 2018-19	84.424A	D0443	-	-	67,207	67,207	-
			-	-	74,207	74,207	-
Temporary Emergency Impact Aid for Displaced Students	84.938C	D0443	-	-	170,125	170,125	-
Total U.S. Department of Education			(428,870)	-	3,630,809	3,631,750	(429,811)
<b><u>U.S. Department of Health and Human Services</u></b>							
Passed through Kansas Department of Education:							
Youth Risk Behavior Survey	93.079	D0443	-	-	314	314	-
<b><u>U.S. Department of Agriculture</u></b>							
Passed through University of Nebraska-Lincoln:							
STEC Grant	10.310	25-6239-0235-316	(13,462)	-	36,853	23,391	-
Passed through Kansas Department of Education:							
Child Nutrition Cluster:							
School Breakfast Program	10.553	D0443	-	-	686,990	686,990	-
National School Lunch Program	10.555	D0443	-	-	2,972,801	2,972,801	-
Summer Food Service Program for Children	10.559	D0443	-	-	181,987	181,987	-
			-	-	3,841,778	3,841,778	-
Child and Adult Care Food Program	10.558	D0443	-	-	215	215	-
State Administrative Expenses for Child Nutrition	10.560	D0443	-	-	150	150	-
Team Nutrition Grants	10.574	D0443	-	-	200	200	-
Total U.S. Department of Agriculture			(13,462)	-	3,879,196	3,865,734	-
Total federal assistance			\$ (1,002,031)	\$ -	\$ 10,371,041	\$ 10,264,712	\$ (895,702)

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of this statement.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2019

A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Unified School District No. 443, Dodge City, Kansas under programs of the federal government for the year ended June 30, 2019. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District. The Schedule is presented using a regulatory basis of accounting prescribed by the *Kansas Municipal Audit and Accounting Guide* (as described in Note A to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

B. BASIS OF ACCOUNTING

Expenditures reported on the Schedule are prepared using the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances.

C. INDIRECT COST RATE

The District has not elected to use the 10% de minimis cost rate as allowed under the Uniform Guidance.

D. AWARDS PASSED-THROUGH TO SUBRECIPIENTS

The District did not pass-through any awards to subrecipients.

**UNIFIED SCHOOL DISTRICT NO. 443  
DODGE CITY, KANSAS**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

Year ended June 30, 2019

**A. SUMMARY OF AUDITOR'S RESULTS**

1. The auditor's report expresses an adverse opinion on whether the financial statement of Unified School District No. 443 was prepared in accordance with GAAP.
2. No significant deficiencies or material weaknesses relating to the audit of the financial statement are reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statement of Unified School District No. 443 which would be required to be reported in accordance with *Government Auditing Standards* were disclosed during the audit.
4. No significant deficiencies or material weaknesses in internal control over major federal programs were reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 443 expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this Schedule.
7. The programs tested as a major programs included:

Child Nutrition Cluster:	
School Breakfast Program	CFDA 10.553
National School Lunch Program	CFDA 10.555
Summer Food Service Program	
For Children	CFDA 10.559
Title I Program	CFDA 84.010A
8. The threshold for distinguishing Type A and B programs was \$750,000.
9. Unified School District No. 443 did not qualify as a low-risk auditee.

**B. FINDINGS - FINANCIAL STATEMENT AUDIT**

None noted

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

None noted