

UNIFIED SCHOOL DISTRICT NO. 202

Kansas City, Kansas

Financial Statements

For the Year Ended June 30, 2021

This page intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 202
Financial Statements
For the Year Ended June 30, 2021

Table of Contents

	<u>Page Number</u>
INTRODUCTORY SECTION	
Table of Contents	i - ii
FINANCIAL SECTION	
Independent Auditor's Report	1 - 3
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statements	5 - 13
REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget	14
SCHEDULE 2	
Schedule of Receipts and Expenditures - Actual and Budget and Actual Only	
General Fund	15
Supplemental General Fund	16
At Risk (4 Year Old) Fund	17
At Risk (K-12) Fund	18
Bilingual Education Fund	19
Virtual Education Fund	20
Capital Outlay Fund	21
Food Service Fund	22
Professional Development Fund	23
Special Education Fund	24
Vocational Education Fund	25
Parent Education Program Fund	26
Student Material Revolving Fund	27
KPERs Special Retirement Contribution Fund	28
Federal Grants Fund	29
Contingency Reserve Fund	30
Donations and Grants Fund	31
Aquatic Fund	32
Bond and Interest Fund	33
Bond Fund	34
Recreation Commission General Fund	35
Recreation Commission Employee Benefits Fund	36
Recreation Commission Operating Fund	37

UNIFIED SCHOOL DISTRICT NO. 202
Financial Statements
For the Year Ended June 30, 2021

Table of Contents
(Continued)

	<u>Page Number</u>
SCHEDULE 3	
Summary of Receipts and Disbursements	
Student Organization and Other Agency Funds	38 - 41
SCHEDULE 4	
Schedule of Receipts, Expenditures, and Unencumbered Cash	
District Activity	42
GOVERNMENTAL AUDIT SECTION	
Schedule of Expenditures of Federal Awards	43
Notes to the Schedule of Federal Awards	44
Schedule of Findings and Questioned Costs	45 - 46
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"	47 - 48
Independent Auditor's Report on Compliance for Each	
Major Program and on Internal Control over	
Compliance Required by the Uniform Guidance	49 - 50

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 202
Kansas City, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 202, Kansas City, Kansas, (the District), as of and for the year ended June 30, 2021 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on 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 1 of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District No. 202 as of June 30, 2021, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District, as of June 30, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Emphasis of Matter

Prior Period Adjustment

As discussed in Note 13 to the financial statements, certain corrections in amounts previously recorded as of June 30, 2020, were discovered by management of the District during the current year. Accordingly, these amounts have been restated in the June 30, 2021, financial statements now presented, and adjustments have been made to beginning unencumbered cash to correct the errors. Our opinion is not modified with respect to these corrections.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory receipts and expenditures-actual and budget, summary of regulatory receipts and disbursements-agency funds, and the schedule of regulatory receipts, expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statements, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statements. 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the 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 financial statement as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2021, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants agreements and other matters. The purpose of that report is 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 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 the District's internal control over financial reporting and compliance.

Other Matter

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the District as of and for the year ended June 30, 2020 (not presented herein) and have issued our report dated November 9, 2020, which contained an unmodified opinion of the basic financial statement. The 2020 basic financial statement and our accompanying report are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/oar/municipal-services>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budgeted for the year ended June 30, 2021 (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 2020 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 2020 basic financial statement or to the 2020 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 2020 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, 2020, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

October 15, 2021

UNIFIED SCHOOL DISTRICT NO. 202
 Summary Statement of Receipts, Expenditures and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2021

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances and Adjustments	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General Funds:							
General	\$ -	\$ -	\$ 29,863,402	\$ 29,863,402	\$ -	\$ 13,083	\$ 13,083
Supplemental General	406,856	10,007	9,050,547	8,997,009	470,401	43,043	513,444
Special Purpose Funds:							
At-Risk (4 Year Old)	454,761	-	300,000	182,029	572,732	-	572,732
At-Risk (K-12)	2,022,340	-	7,012,950	6,471,131	2,564,159	6,993	2,571,152
Bilingual Education	114,771	-	725,000	720,645	119,126	-	119,126
Virtual Education	195,500	-	-	71,400	124,100	-	124,100
Capital Outlay	12,968,588	1,447,699	6,300,246	4,728,089	15,988,444	270,500	16,258,944
Food Service	2,403,977	[450,716]	1,634,030	1,514,063	2,073,228	-	2,073,228
Professional Development	119,097	-	4,352	18,383	105,066	-	105,066
Special Education	5,149,441	7,546	6,730,946	6,866,532	5,021,401	1,000	5,022,401
Vocational Education	471,164	-	717,973	765,526	423,611	4,934	428,545
Parent Education Program	163,420	2,400	414,939	400,212	180,547	-	180,547
Student Material Revolving	1,317,952	-	-	156,252	1,161,700	-	1,161,700
KPERS Special Retirement Contribution	-	-	4,153,096	4,153,096	-	-	-
Federal Grants	121,560	-	2,239,958	3,618,657	[1,257,139]	4,516	[1,252,623]
District Activity	16,740	-	33,044	30,575	19,209	-	19,209
Contingency Reserve	2,297,851	-	-	74,214	2,223,637	74,214	2,297,851
Donations and Grants	108,309	-	357,872	341,671	124,510	30	124,540
Aquatic	[44,394]	-	173,775	170,260	[40,879]	-	[40,879]
Bond and Interest Fund:							
Bond and Interest	7,884,021	-	6,404,275	6,261,387	8,026,909	-	8,026,909
Capital Project Fund:							
Bond Fund	<u>11,649,890</u>	<u>6,034,666</u>	<u>481,477</u>	<u>3,056,117</u>	<u>15,109,916</u>	<u>1,973,012</u>	<u>17,082,928</u>
Total Primary Government	<u>47,821,844</u>	<u>7,051,602</u>	<u>76,597,882</u>	<u>78,460,650</u>	<u>53,010,678</u>	<u>2,391,325</u>	<u>55,402,003</u>
Related Municipal Entity:							
Recreation Commission							
General Fund	1,321,421	-	1,223,887	1,043,669	1,501,639	-	1,501,639
Employee Benefits Fund	496,001	-	188,116	172,480	511,637	112	511,749
Operating Funds	1,310	-	6,224	6,095	1,439	-	1,439
Total Related Municipal Entity	<u>1,818,732</u>	<u>-</u>	<u>1,418,227</u>	<u>1,222,244</u>	<u>2,014,715</u>	<u>112</u>	<u>2,014,827</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 49,640,576</u>	<u>\$ 7,051,602</u>	<u>\$ 78,016,109</u>	<u>\$ 79,682,894</u>	<u>\$ 55,025,393</u>	<u>\$ 2,391,437</u>	<u>\$ 57,416,830</u>

Composition of Cash

Bank of Labor	
Checking Account-District	\$ [2,147,865]
Bond Proceeds-District	1,133,006
Investments-District	30,709,940
Food Service Account-District	2,058,092
Certificates of Deposit-District	24,850,000
Petty Cash Account-District	1,687
Credit Card Service-District	19,402
Checking Accounts-Activity Funds	275,331
Operating Funds-Recreation Commission	1,949,769
Money Market-Recreation Commission	42,185
Petty Cash Account-Recreation Commission	1,439
Total Cash	<u>58,892,986</u>
Less Agency Funds per Schedule 3	<u>[1,476,156]</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 57,416,830</u>

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

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 202 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements present USD No. 202 (the primary government) and its related municipal entity. The related municipal entity is included in the District's reporting entity because of the significance of its operational and financial relationship with the District.

Related Municipal Entity. The related municipal entity section of the financial statements includes the financial data of the related municipal entity. This related municipal entity is reported separately to emphasize that it is legally separate from the District. The governing body of this related municipal entity is appointed by the District.

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

Reimbursed Expenses

Expenditures in the amount of \$15,313 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

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

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

Basis of Accounting

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

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

Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types (Continued)

The following types of funds comprise the financial activities of the District for the year ended June 30, 2021:

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

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

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

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

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

Budgetary Information

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

The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2020-2021 budget was not amended.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior years accounts payable and encumbrances.

Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

A legal operating budget is not required for capital projects funds, agency funds, and the following special purpose funds: Student Material Revolving, Contingency Reserve, District Activity, Donations and Grants, Aquatic, and the Recreation Commission Operating funds.

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

NOTE 2 - Deposits and Investments

Deposits. K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is locate, 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. As of June 30, 2021, the District held the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>		<u>Rating U.S.</u>
		<u>Less than 1</u>	<u>Greater than 1</u>	
U.S. Treasury Notes	\$ 2,402,313	\$ 2,402,313	\$ -	S&P AA+
U.S. Treasury Bills	2,999,844	2,999,844	-	S&P AA+
Federal Home Loan Bank Consolidated Obligation	2,200,904	2,200,904	-	S&P A-1
Fidelity Government Money Market Fund	4,213,549	4,213,549	-	N/A
Total investments measured at fair value	<u>\$ 11,816,610</u>	<u>\$ 11,816,610</u>	<u>\$ -</u>	

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

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

At June 30, 2021, the District's carrying amount of deposits was \$45,082,983 and the bank balance was \$47,576,881. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, \$19,143,330 was covered by federal depository insurance, and \$28,433,551 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 2 - Deposits and Investments (Continued)

At June 30, 2021, the Recreation Commission's carrying amount of deposits was \$1,993,393 and the bank balance was \$2,018,022. The bank balance was held by one bank, resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance, \$1,731,058 was collateralized with securities held by the pledging financial institutions' agents in the Commission's name, and the remaining balance of \$36,964 was unsecured, which is a violation of K.S.A. 9-1402.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 - In-Substance Receipt in Transit

The District received \$1,669,266 in General State Aid and \$493,537 in Supplemental General State Aid subsequent to June 30, 2021 and, as required by K.S.A. 72-6466, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2021.

NOTE 4 - Long-Term Debt

The District is subject to statutes of the State of Kansas, which limit the bonded debt outstanding to 14% of the assessed valuation. The District requested and received approval under K.S.A. 75-2315 which allows the issuance of bonded debt in excess of the general bond debt limitation.

Following is a summary of changes in the District's long-term debt for the year ended June 30, 2021:

<u>Issue</u>	<u>Principal Outstanding July 01, 2020</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Principal Outstanding June 30, 2021</u>	<u>Interest Paid</u>
General Obligation Bonds:					
Series 2010	\$ 600,000	\$ -	\$ 295,000	\$ 305,000	\$ 15,653
Series 2013	7,300,000	-	1,545,000	5,755,000	326,375
Series 2019-A	44,000,000	-	-	44,000,000	1,793,800
Series 2019-B	4,625,000	-	1,500,000	3,125,000	105,043
Series 2020	<u>8,440,000</u>	-	<u>520,000</u>	<u>7,920,000</u>	<u>160,516</u>
	<u>64,965,000</u>	-	<u>3,860,000</u>	<u>61,105,000</u>	<u>2,401,387</u>
Capital Leases:					
HVAC Upgrades	2,463,991	-	375,307	2,088,683	84,407
Energy Retrofitting QZAB	344,690	-	57,448	287,241	-
HVAC Upgrades QZAB	94,673	-	15,159	79,514	1,449
Computer Hardware	<u>568,483</u>	-	<u>189,494</u>	<u>378,989</u>	<u>16,252</u>
	<u>3,471,836</u>	-	<u>637,409</u>	<u>2,834,427</u>	<u>102,109</u>
Revolving Loans:					
Recreation Comm. Improvements	<u>107,242</u>	-	<u>33,869</u>	<u>73,373</u>	<u>5,315</u>
	<u>\$ 68,544,078</u>	<u>\$ -</u>	<u>\$ 4,531,278</u>	<u>\$ 64,012,800</u>	<u>\$ 2,508,811</u>

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 4 - Long-Term Debt (Continued)

General Obligation Bonds. Following is a detailed listing of the District's general obligation bonds:

	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Principal Outstanding June 30, 2021</u>	<u>Date of Final Maturity</u>
General Obligation Bonds:					
Series 2010	2.50% - 3.50%	05/18/2010	\$ 2,675,000	\$ 305,000	9/1/2021
Series 2013	3.75% - 5.00%	12/19/2013	19,500,000	5,755,000	9/1/2023
Series 2019-A	2.00% - 5.00%	04/16/2019	44,000,000	44,000,000	9/1/2039
Series 2019-B	2.55% - 2.75%	04/16/2019	5,210,000	3,125,000	9/1/2022
Series 2020	1.80% - 2.25%	03/05/2020	<u>8,440,000</u>	<u>7,920,000.00</u>	9/1/2027
			<u>\$ 79,825,000</u>	<u>\$ 61,105,000</u>	

Annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 5,295,000	\$ 2,251,228	\$ 7,546,228
2023	5,490,000	2,073,119	7,563,119
2024	4,930,000	1,889,823	6,819,823
2025	4,130,000	1,744,760	5,874,760
2026	4,155,000	1,602,193	5,757,193
2027 - 2031	12,535,000	6,148,909	18,683,909
2032 - 2036	12,665,000	3,538,350	16,203,350
2037 - 2040	<u>11,905,000</u>	<u>975,700</u>	<u>12,880,700</u>
	<u>\$ 61,105,000</u>	<u>\$ 20,224,080</u>	<u>\$ 81,329,080</u>

At June 30, 2021, the remaining principal balance of outstanding debt issues previously defeased is \$12,200,000.

Capital Leases. The District has also entered into several leases to fund equipment, computers and energy efficiency upgrades. A summary of these capital leases is as follows:

	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Principal Outstanding June 30, 2021</u>	<u>Date of Final Maturity</u>
Capital Leases:					
HVAC Upgrades	3.56%	08/04/2011	\$ 5,158,262	\$ 2,088,683	03/01/2026
Energy Retrofitting QZAB	4.92%	08/04/2011	833,000	287,241	03/01/2026
HVAC Upgrades QZAB	1.59%	08/04/2011	214,000	79,514	03/01/2026
Computer Hardware	0%	05/24/2020	<u>787,977</u>	<u>378,989</u>	05/24/2023
			<u>\$ 6,993,239</u>	<u>\$ 2,834,427</u>	

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 4 - Long-Term Debt (Continued)

Annual lease payment requirements to maturity for the capital leases is as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 651,132	\$ 85,560	\$ 736,691
2023	665,342	68,523	733,865
2024	490,564	50,980	733,865
2025	505,805	32,914	541,544
2026	521,584	14,306	538,719
	<u>\$ 2,834,427</u>	<u>\$ 252,282</u>	<u>\$ 3,284,684</u>

Revolving Loan. The Recreation Commission has an outstanding revolving loan to fund building upgrades. A summary of the revolving loan is as follows:

	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Principal Outstanding June 30, 2021</u>	<u>Date of Final Maturity</u>
Revolving Loans:					
Recreation Commission Improvements	5.38%	09/15/2008	<u>\$ 400,000</u>	<u>\$ 73,373</u>	03/15/2023

Annual loan payment requirements to maturity for the revolving loan is as follows:

Year Ended <u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 35,714	\$ 3,470	\$ 39,184
2023	37,659	1,525	39,184
	<u>\$ 73,373</u>	<u>\$ 4,995</u>	<u>\$ 78,368</u>

NOTE 5 - Interfund Transactions

Interfund transfers for the year ended June 30, 2021, were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	Special Education	\$ 4,037,825	K.S.A. 72-6478
General	Special Education	225,000	K.S.A. 72-6478
General	Capital Outlay	3,156,077	K.S.A. 72-6478
General	Parent Education Program	30,000	K.S.A. 72-6478
General	At Risk (K-12)	5,000,000	K.S.A. 72-6478
Supplemental General	Bilingual Education	500,000	K.S.A. 72-6478
Supplemental General	Special Education	1,200,000	K.S.A. 72-6478
Supplemental General	Vocational Education	672,016	K.S.A. 72-6478
Supplemental General	At Risk (4 Year Old)	300,000	K.S.A. 72-6478
Supplemental General	At Risk (K-12)	<u>2,000,000</u>	K.S.A. 72-6478
		<u>\$ 17,120,918</u>	

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 6 - Defined Benefit Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 16.15% and 14.41%, respectively, for the fiscal year ended June 30, 2020. The actuarially determined employer contribution rate and the statutory contribution rate was 15.59% and 14.23% for the fiscal year ended June 30, 2021.

Senate Substitute for House Bill 2052 authorized the delay of \$64.1 million in fiscal year 2017 contributions. These contributions were set up as a long-term receivable. Payment is scheduled to be made in a series of twenty annual payments of \$6.4 million dollars per year beginning in fiscal year 2018. Senate Substitute for House Bill 2002 authorized the delay of \$194.0 million in fiscal year 2019 contributions. Payment is scheduled to be made in a series of twenty annual payments of \$19.4 million starting in fiscal year 2020.

House Substitute for Senate Bill 109 from the 2018 Legislative session provided for additional funding for the KPERS School Group. A payment of \$56 million was paid in fiscal year 2018. This bill also authorized a payment of \$82 million in fiscal year 2019. The 2019 legislative session authorized an additional fiscal year payment for the KPERS School Group. 2019 Senate Bill 9 authorized a payment of \$115 million for the KPERS School Group. House Substitute for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School Group in fiscal year 2020 of \$51 million.

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 and the Recreation Commission received and remitted amounts equal to the statutory contribution rate, which totaled \$4,153,096 and \$19,377, respectively, for the year ended June 30, 2021.

Net Pension Liability. At June 30, 2021, the proportionate share of the collective net pension liability reported by KPERS was \$44,331,274 for the District and \$253,720 for the Recreation Commission. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. 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, 2020. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 6 - Defined Benefit Pension Plan (Continued)

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

NOTE 7 - Termination Benefits

The District has a plan which covers personnel who voluntarily take early retirement. A certified employee is eligible for early retirement if such employee is a full-time employee, not less than 60 years of age and not more than 65 years of age, and has ten years or more of service with the District and twenty years or more of service credit with the Kansas Public Employees Retirement System. The benefits from this plan are computed using a formula based upon years of service and is payable semiannually.

The annual scheduled payments under this program are as follows:

Year	
Ended	Amount
6/30/2022	\$206,321
6/30/2023	179,545
6/30/2024	108,496
6/30/2025	38,091
6/30/2026	14,411
	<u>\$546,864</u>

NOTE 8 - Commitments and Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of the 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 statements of the District as of June 30, 2021.

NOTE 9 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which it carries commercial insurance. The District has joined other Kansas school districts to participate in Kansas Association of School Boards (KASB) workers compensation insurance risk pool. The pool operates as a common risk management and insurance program for certain Kansas school districts. The District pays an annual premium to the pool for its workers compensation insurance coverage. The District's contractual agreement with KASB provides that KASB will be self-sustaining through member premiums and the liability limits for each accident, employee, and policy is \$1,000,000. The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Financial Statements
For the Year Ended June 30, 2021

NOTE 10 - Compensated Absences

The District gives each teacher ten (10) days paid annual leave for illness or personal use. This paid leave may be accumulated to a maximum of one hundred and twenty (120) days and shall include the amount allotted for the current year. The District gives classified employees, with the exception of bus drivers, leave time at a rate of one (1) work day paid leave per month of employment calculated from the original date of employment. Example, a ten (10) month employee receives ten (10) days leave time; a twelve (12) month employee receives twelve (12) days leave time. This paid leave may be accumulated to a maximum of one hundred and twenty (120) days and shall include the amount allotted for the current year. A teacher retiring from the District shall be paid at the rate of the current daily substitute pay for each day of accumulated leave upon retirement; classified employees are paid at their current rate of pay. As of June 30, 2021, the liability for accumulated leave time was \$180,611. If employees are terminated or resign, leave pay is only paid for current years' time earned but not used.

NOTE 11 - Other Post-Employment Benefits

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

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

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

NOTE 12 - Statutory Violation

The Aquatic Fund had negative ending unencumbered cash as of June 30, 2021, which is a violation of K.S.A. 10-1113.

NOTE 13 - Prior Period Adjustment

During the year ended June 30, 2021, management of the District corrected beginning unencumbered cash in the Food Service and Bond funds. The restatements are cash as follows:

	Food Service <u>Fund</u>	Bond <u>Fund</u>
Unencumbered cash, beginning	\$ 2,403,977	\$ 11,649,890
Prior period adjustment	<u>[450,716]</u>	<u>450,716</u>
Unencumbered cash, beginning, restated	<u>\$ 1,953,261</u>	<u>\$ 12,100,606</u>

SCHEDULE 1

UNIFIED SCHOOL DISTRICT NO. 202
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2021

Fund	Total Budget	Adjustment to Comply with Legal Maximum Budget	Adjustment For Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
Governmental Type Funds:						
General Funds:						
General Fund	\$ 31,290,034	\$ [1,441,945]	\$ 15,313	\$ 29,863,402	\$ 29,863,402	\$ -
Supplemental General	9,414,778	[417,769]	-	8,997,009	8,997,009	-
Special Purpose Funds:						
At-Risk (4 Year Old)	466,600	-	-	466,600	182,029	284,571
At-Risk (K-12)	7,911,000	-	-	7,911,000	6,471,131	1,439,869
Bilingual Education	794,000	-	-	794,000	720,645	73,355
Virtual Education	200,000	-	-	200,000	71,400	128,600
Capital Outlay	14,289,407	-	-	14,289,407	4,728,089	9,561,318
Food Service	3,423,500	-	-	3,423,500	1,514,063	1,909,437
Professional Development	93,000	-	-	93,000	18,383	74,617
Special Education	8,064,000	-	-	8,064,000	6,866,532	1,197,468
Vocational Education	836,750	-	-	836,750	765,526	71,224
Parent Education Program	463,500	-	-	463,500	400,212	63,288
KPERs Special Retirement Contribution	4,834,210	-	-	4,834,210	4,153,096	681,114
Federal Grants	2,533,528	-	-	2,533,528	3,618,657	[1,085,129]
Bond and Interest Funds:						
Bond and Interest	6,261,387	-	-	6,261,387	6,261,387	-
Related Municipal Entity:						
Recreation Commission Funds:						
General Fund	2,768,830	-	-	2,768,830	1,043,669	1,725,161
Employee Benefits Fund	192,200	-	-	192,200	172,480	19,720

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
State aid				
General state aid	\$ 26,763,724	\$ 26,610,264	\$ 27,489,085	\$ [878,821]
Special education state aid	3,304,009	3,237,825	3,800,949	[563,124]
Reimbursed expense	<u>54,628</u>	<u>15,313</u>	<u>-</u>	<u>15,313</u>
Total Receipts	<u>30,122,361</u>	<u>29,863,402</u>	<u>\$ 31,290,034</u>	<u>\$ [1,426,632]</u>
Expenditures				
Instruction	7,392,839	7,816,412	\$ 8,845,703	\$ 1,029,291
Student support services	611,871	633,883	884,000	250,117
Instructional support staff	433,293	534,159	504,000	[30,159]
General administration	1,199,332	1,134,374	1,455,000	320,626
School administration	2,277,350	2,325,933	2,555,000	229,067
Central services	362,789	362,514	371,000	8,486
Operations and maintenance	3,386,616	3,503,967	3,676,000	172,033
Community services operations	1,921	734	5,000	4,266
Transportation	1,178,670	1,102,524	1,353,200	250,676
Transfers out	13,277,680	12,448,902	11,641,131	[807,771]
Adjustment to comply with legal max	-	-	[1,441,945]	[1,441,945]
Adjustment for qualifying budget credit	<u>-</u>	<u>-</u>	<u>15,313</u>	<u>15,313</u>
Total Expenditures	<u>30,122,361</u>	<u>29,863,402</u>	<u>\$ 29,863,402</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 2,078,961	\$ 1,989,716	\$ 2,110,369	\$ [120,653]
Delinquent tax	71,021	91,457	68,876	22,581
Motor and recreational vehicle tax	284,590	244,934	249,353	[4,419]
In lieu of taxes - I. R. B.'s	90,514	76,550	-	76,550
State aid	6,828,796	6,647,890	6,956,579	[308,689]
Total Receipts	9,353,882	9,050,547	\$ 9,385,177	\$ [334,630]
Expenditures				
Instruction	1,961,899	1,164,539	\$ 1,601,634	\$ 437,095
General administration	360,205	304,046	525,000	220,954
Central services	1,120,206	1,377,515	1,687,000	309,485
Operations and maintenance	1,738,173	1,478,893	2,290,500	811,607
Facility acquisition and construction services	8,839	-	-	-
Transfers out	4,017,630	4,672,016	3,310,644	[1,361,372]
Adjustment to comply with legal max	-	-	[417,769]	[417,769]
Total Expenditures	9,206,952	8,997,009	\$ 8,997,009	\$ -
Receipts Over [Under] Expenditures	146,930	53,538		
Unencumbered Cash, Beginning	259,789	406,856		
Prior Year Canceled Encumbrance	137	10,007		
Unencumbered Cash, Ending	<u>\$ 406,856</u>	<u>\$ 470,401</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
At Risk (4 Year Old) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Transfers in	\$ 300,000	\$ 300,000	\$ 495,826	\$ [195,826]
Total Receipts	<u>300,000</u>	<u>300,000</u>	<u>\$ 495,826</u>	<u>\$ [195,826]</u>
Expenditures				
Instruction	397,652	181,506	\$ 453,500	\$ 271,994
School administration	2	-	13,100	13,100
General administration	427	-	-	-
Student support services	<u>1,660</u>	<u>523</u>	<u>-</u>	<u>[523]</u>
Total Expenditures	<u>399,741</u>	<u>182,029</u>	<u>\$ 466,600</u>	<u>\$ 284,571</u>
Receipts Over [Under] Expenditures	[99,741]	117,971		
Unencumbered Cash, Beginning	<u>554,502</u>	<u>454,761</u>		
Unencumbered Cash, Ending	<u>\$ 454,761</u>	<u>\$ 572,732</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Transfers in	\$ 6,717,630	\$ 7,000,000	\$ 7,000,000	\$ -
Miscellaneous	14,504	12,950	10,000	2,950
Lease proceeds	<u>757,977</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>7,490,111</u>	<u>7,012,950</u>	<u>\$ 7,010,000</u>	<u>\$ 2,950</u>
Expenditures				
Instruction	6,303,448	5,302,434	\$ 6,510,000	\$ 1,207,566
Student support services	449,587	458,717	521,000	62,283
General administration	586	-	-	-
School administration	256,554	301,998	290,500	[11,498]
Central services	311,740	316,369	355,500	39,131
Transportation	140,794	53,954	-	[53,954]
Operations and maintenance	<u>34,647</u>	<u>37,659</u>	<u>234,000</u>	<u>196,341</u>
Total Expenditures	<u>7,497,356</u>	<u>6,471,131</u>	<u>\$ 7,911,000</u>	<u>\$ 1,439,869</u>
Receipts Over [Under] Expenditures	[7,245]	541,819		
Unencumbered Cash, Beginning	2,029,585	2,022,340		
Prior Year Canceled Encumbrance	<u>9</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 2,022,340</u>	<u>\$ 2,564,159</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Bilingual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Transfers in	\$ 725,000	\$ 725,000	\$ 725,000	\$ -
Total Receipts	<u>725,000</u>	<u>725,000</u>	<u>\$ 725,000</u>	<u>\$ -</u>
Expenditures				
Instruction	<u>723,034</u>	<u>720,645</u>	<u>\$ 794,000</u>	<u>\$ 73,355</u>
Total Expenditures	<u>723,034</u>	<u>720,645</u>	<u>\$ 794,000</u>	<u>\$ 73,355</u>
Receipts Over [Under] Expenditures	1,966	4,355		
Unencumbered Cash, Beginning	<u>112,805</u>	<u>114,771</u>		
Unencumbered Cash, Ending	<u>\$ 114,771</u>	<u>\$ 119,126</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Virtual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Transfers in	\$ 45,000	\$ -	\$ 200,000	\$ [200,000]
Total Receipts	<u>45,000</u>	<u>-</u>	<u>\$ 200,000</u>	<u>\$ [200,000]</u>
Expenditures				
Instruction	<u>53,550</u>	<u>71,400</u>	<u>\$ 200,000</u>	<u>\$ 128,600</u>
Total Expenditures	<u>53,550</u>	<u>71,400</u>	<u>\$ 200,000</u>	<u>\$ 128,600</u>
Receipts Over [Under] Expenditures	[8,550]	[71,400]		
Unencumbered Cash, Beginning	<u>204,050</u>	<u>195,500</u>		
Unencumbered Cash, Ending	<u>\$ 195,500</u>	<u>\$ 124,100</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 1,086,562	\$ 1,261,543	\$ 1,161,865	\$ 99,678
Delinquent tax	36,605	48,081	35,849	12,232
Motor vehicle tax	133,238	145,796	150,379	[4,583]
Recreational vehicle tax	582	733	744	[11]
In lieu of taxes - I.R.B.'s	47,041	49,129	-	49,129
Investment income	522,670	133,555	225,000	[91,445]
Miscellaneous	587,260	605,562	300,000	305,562
State aid	860,847	899,770	911,273	[11,503]
Transfers in	<u>3,323,671</u>	<u>3,156,077</u>	<u>2,000,000</u>	<u>1,156,077</u>
Total Receipts	<u>6,598,476</u>	<u>6,300,246</u>	<u>\$ 4,785,110</u>	<u>\$ 1,515,136</u>
Expenditures				
Instruction	121,821	69,888	\$ 200,000	\$ 130,112
Central services	301,760	287,377	315,200	27,823
Operations and maintenance	619,672	713,830	935,000	221,170
Transportation	175,272	-	250,000	250,000
Debt service	592,034	589,207	589,207	-
Facility acquisition and construction services	<u>9,685,552</u>	<u>3,067,787</u>	<u>12,000,000</u>	<u>8,932,213</u>
Total Expenditures	<u>11,496,111</u>	<u>4,728,089</u>	<u>\$ 14,289,407</u>	<u>\$ 9,561,318</u>
Receipts Over [Under] Expenditures	[4,897,635]	1,572,157		
Unencumbered Cash, Beginning	17,848,521	12,968,588		
Prior Year Canceled Encumbrance	<u>17,702</u>	<u>1,447,699</u>		
Unencumbered Cash, Ending	<u>\$ 12,968,588</u>	<u>\$ 15,988,444</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Federal aid	\$ 1,782,437	\$ 1,605,597	\$ 1,794,445	\$ [188,848]
State aid	21,208	-	18,273	[18,273]
Charges for services	377,391	12,104	305,302	[293,198]
Miscellaneous	-	15,375	-	15,375
Investment income	11,877	954	-	954
Total Receipts	<u>2,192,913</u>	<u>1,634,030</u>	<u>\$ 2,118,020</u>	<u>\$ [483,990]</u>
Expenditures				
Food service operation	<u>1,979,042</u>	<u>1,514,063</u>	<u>\$ 3,423,500</u>	<u>\$ 1,909,437</u>
Total Expenditures	<u>1,979,042</u>	<u>1,514,063</u>	<u>\$ 3,423,500</u>	<u>\$ 1,909,437</u>
Receipts Over [Under] Expenditures	<u>213,871</u>	<u>119,967</u>		
Unencumbered Cash, Beginning	2,190,106	2,403,977		
Prior Period Adjustment	-	[450,716]		
Unencumbered Cash, Beginning, Restated	<u>2,190,106</u>	<u>1,953,261</u>		
Unencumbered Cash, Ending	<u>\$ 2,403,977</u>	<u>\$ 2,073,228</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
State aid	\$ 11,382	\$ 4,352	\$ 22,500	\$ [18,148]
Total Receipts	<u>11,382</u>	<u>4,352</u>	<u>\$ 22,500</u>	<u>\$ [18,148]</u>
Expenditures				
Student support services	46,729	7,650	\$ -	\$ [7,650]
Instructional support staff	14,113	-	78,000	78,000
Other support services	-	-	15,000	15,000
School administration	<u>10,600</u>	<u>10,733</u>	<u>-</u>	<u>[10,733]</u>
Total Expenditures	<u>71,442</u>	<u>18,383</u>	<u>\$ 93,000</u>	<u>\$ 74,617</u>
Receipts Over [Under] Expenditures	[60,060]	[14,031]		
Unencumbered Cash, Beginning	<u>179,157</u>	<u>119,097</u>		
Unencumbered Cash, Ending	<u>\$ 119,097</u>	<u>\$ 105,066</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Federal aid	\$ 1,373,593	\$ 1,493,121	\$ 1,450,315	\$ 42,806
Transfers in	<u>5,304,009</u>	<u>5,237,825</u>	<u>4,000,949</u>	<u>1,236,876</u>
Total Receipts	<u>6,677,602</u>	<u>6,730,946</u>	<u>\$ 5,451,264</u>	<u>\$ 1,279,682</u>
Expenditures				
Instruction	4,462,682	4,488,433	\$ 5,143,000	\$ 654,567
Student support services	1,571,607	1,588,855	1,907,000	318,145
General administration	246,270	250,315	341,000	90,685
Transportation	<u>572,764</u>	<u>538,929</u>	<u>673,000</u>	<u>134,071</u>
Total Expenditures	<u>6,853,323</u>	<u>6,866,532</u>	<u>\$ 8,064,000</u>	<u>\$ 1,197,468</u>
Receipts Over [Under] Expenditures	[175,721]	[135,586]		
Unencumbered Cash, Beginning	5,325,162	5,149,441		
Prior Year Canceled Encumbrance	<u>-</u>	<u>7,546</u>		
Unencumbered Cash, Ending	<u>\$ 5,149,441</u>	<u>\$ 5,021,401</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Federal aid	\$ 54,000	\$ 45,957	\$ 45,957	\$ -
State aid	4,512	-	-	-
Miscellaneous	73,658	-	-	-
Transfers in	<u>500,000</u>	<u>672,016</u>	<u>500,000</u>	<u>172,016</u>
Total Receipts	<u>632,170</u>	<u>717,973</u>	<u>\$ 545,957</u>	<u>\$ 172,016</u>
Expenditures				
Instruction	743,715	747,577	\$ 810,750	\$ 63,173
Instructional support staff	<u>24,998</u>	<u>17,949</u>	<u>26,000</u>	<u>8,051</u>
Total Expenditures	<u>768,713</u>	<u>765,526</u>	<u>\$ 836,750</u>	<u>\$ 71,224</u>
Receipts Over [Under] Expenditures	[136,543]	[47,553]		
Unencumbered Cash, Beginning	604,529	471,164		
Prior Year Canceled Encumbrance	<u>3,178</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 471,164</u>	<u>\$ 423,611</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Parent Education Program Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
State aid	\$ 176,445	\$ 152,351	\$ 165,789	\$ [13,438]
Federal aid	235,125	232,588	230,106	2,482
Transfers in	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total Receipts	<u>441,570</u>	<u>414,939</u>	<u>\$ 425,895</u>	<u>\$ [10,956]</u>
Expenditures				
Student support services	<u>419,720</u>	<u>400,212</u>	<u>\$ 463,500</u>	<u>\$ 63,288</u>
Total Expenditures	<u>419,720</u>	<u>400,212</u>	<u>\$ 463,500</u>	<u>\$ 63,288</u>
Receipts Over [Under] Expenditures	21,850	14,727		
Unencumbered Cash, Beginning	141,570	163,420		
Prior Year Canceled Encumbrance	<u>-</u>	<u>2,400</u>		
Unencumbered Cash, Ending	<u>\$ 163,420</u>	<u>\$ 180,547</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Student Material Revolving Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2021 and 2020

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Transfer in	\$ 350,000	\$ -
Total Receipts	<u>350,000</u>	<u>-</u>
Expenditures		
Instruction	<u>709,182</u>	<u>156,252</u>
Total Expenditures	<u>709,182</u>	<u>156,252</u>
Receipts Over [Under] Expenditures	[359,182]	[156,252]
Unencumbered Cash, Beginning	1,673,053	1,317,952
Prior Year Canceled Encumbrance	<u>4,081</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 1,317,952</u>	<u>\$ 1,161,700</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
 KPERS Special Retirement Contribution Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2021
 (With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
State aid	\$ 4,266,734	\$ 4,153,096	\$ 4,834,210	\$ [681,114]
Total Receipts	<u>4,266,734</u>	<u>4,153,096</u>	<u>\$ 4,834,210</u>	<u>\$ [681,114]</u>
Expenditures				
Instruction	2,816,045	2,741,042	\$ 3,190,578	\$ 449,536
Student support services	170,669	166,124	193,368	27,244
Instructional support staff	42,667	41,531	48,342	6,811
General administration	42,667	41,531	48,342	6,811
School administration	213,337	207,655	241,711	34,056
Central services	85,335	83,062	96,685	13,623
Operations and maintenance	341,339	332,248	386,737	54,489
Transportation	298,671	290,717	338,394	47,677
Food service	<u>256,004</u>	<u>249,186</u>	<u>290,053</u>	<u>40,867</u>
Total Expenditures	<u>4,266,734</u>	<u>4,153,096</u>	<u>\$ 4,834,210</u>	<u>\$ 681,114</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

This page intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 202
Federal Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021

	Low Income Title I	Homeless	Title I Migrant	Title IIA
Receipts				
Federal aid	\$ 1,182,459	\$ -	\$ -	\$ 151,319
Total Receipts	<u>1,182,459</u>	<u>-</u>	<u>-</u>	<u>151,319</u>
Expenditures				
Instruction	674,673	-	-	163,406
Student support services	24,591	-	-	-
Central services	-	-	-	-
Operations and maintenance	-	-	-	-
Instructional support staff	486,524	-	-	-
Transportation	179	-	-	-
Total Expenditures	<u>1,185,967</u>	<u>-</u>	<u>-</u>	<u>163,406</u>
Receipts Over [Under] Expenditures	[3,508]	-	-	[12,087]
Unencumbered Cash, Beginning	<u>113,752</u>	<u>[3,773]</u>	<u>1,805</u>	<u>[7,371]</u>
Unencumbered Cash, Ending	<u>\$ 110,244</u>	<u>\$ [3,773]</u>	<u>\$ 1,805</u>	<u>\$ [19,458]</u>

Title III	Title IV	ESSR I	ESSR II	Actual	Budget	Variance Over [Under]
\$ 48,173	\$ 68,073	\$ 789,934	\$ -	\$ 2,239,958	\$ 2,394,701	\$ [154,743]
<u>48,173</u>	<u>68,073</u>	<u>789,934</u>	<u>-</u>	<u>2,239,958</u>	<u>\$ 2,394,701</u>	<u>\$ [154,743]</u>
69,527	68,073	788,990	1,342,694	3,107,363	\$ 1,576,928	\$ [1,530,435]
-	-	-	-	24,591	61,100	36,509
-	-	-	-	-	200,000	200,000
-	-	-	-	-	100,000	100,000
-	-	-	-	486,524	595,500	108,976
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>179</u>	<u>-</u>	<u>[179]</u>
<u>69,527</u>	<u>68,073</u>	<u>788,990</u>	<u>1,342,694</u>	<u>3,618,657</u>	<u>\$ 2,533,528</u>	<u>\$ [1,085,129]</u>
[21,354]	-	944	[1,342,694]	[1,378,699]		
<u>20,812</u>	<u>5</u>	<u>[3,670]</u>	<u>-</u>	<u>121,560</u>		
<u>\$ [542]</u>	<u>\$ 5</u>	<u>\$ [2,726]</u>	<u>\$ [1,342,694]</u>	<u>\$ [1,257,139]</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Contingency Reserve Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2021 and 2020

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Transfers in	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Operations and maintenance	-	74,214
Total Expenditures	-	74,214
Receipts Over [Under] Expenditures	-	[74,214]
Unencumbered Cash, Beginning	<u>2,297,851</u>	<u>2,297,851</u>
Unencumbered Cash, Ending	<u>\$ 2,297,851</u>	<u>\$ 2,223,637</u>

* This fund is not required to be budgeted.

This page intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 202
Donations and Grants Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Misc	Kauffman Fdn Grant	USA Funds	Safe and Secure	School Leadership	Link	TLB	Pledgecents Grant	Fuel Up to Play 60 Grant	Communities Supporting Early Literacy
Receipts										
Other grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,335	\$ -	\$ -	\$ -	\$ -
Total Receipts	-	-	-	-	-	50,335	-	-	-	-
Expenditures										
Instruction	-	-	-	-	-	48,619	-	-	-	-
Total Expenditures	-	-	-	-	-	48,619	-	-	-	-
Receipts Over [Under] Expenditures	-	-	-	-	-	1,716	-	-	-	-
Unencumbered Cash, Beginning	30,961	[13,570]	12,000	[23,906]	104	3,557	[669]	17	89	98,466
Unencumbered Cash, Ending	\$ 30,961	\$ [13,570]	\$ 12,000	\$ [23,906]	\$ 104	\$ 5,273	\$ [669]	\$ 17	\$ 89	\$ 98,466

* These funds are not required to be budgeted.

UF CARES Grant	Kansas Check Off Grant	Grand Canyon Educ Grant	KPP Grant	McDonalds Grant	DG Literacy Foundation	CSEL Grant	MTE School Library Grant	OG School Library Grant	Legacy Grant	Current Year Totals	Prior Year Totals
\$ 130,000	\$ 450	\$ 1,100	\$ 56,850	\$ 637	\$ 4,000	\$ 100,000	\$ 6,500	\$ 1,500	\$ 6,500	\$ 357,872	\$ 236,751
130,000	450	1,100	56,850	637	4,000	100,000	6,500	1,500	6,500	357,872	236,751
130,000	-	-	60,073	-	3,616	92,549	3,981	1,485	1,348	341,671	194,792
130,000	-	-	60,073	-	3,616	92,549	3,981	1,485	1,348	341,671	194,792
-	450	1,100	[3,223]	637	384	7,451	2,519	15	5,152	16,201	41,959
-	-	-	-	-	-	-	-	-	1,260	108,309	66,350
\$ -	\$ 450	\$ 1,100	\$ [3,223]	\$ 637	\$ 384	\$ 7,451	\$ 2,519	\$ 15	\$ 6,412	\$ 124,510	\$ 108,309

UNIFIED SCHOOL DISTRICT NO. 202
Aquatic Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2021 and 2020

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Charges for services	\$ 184,808	\$ 173,775
Miscellaneous	<u>11</u>	<u>-</u>
Total Receipts	<u>184,819</u>	<u>173,775</u>
Expenditures		
Student activities	<u>268,307</u>	<u>170,260</u>
Total Expenditures	<u>268,307</u>	<u>170,260</u>
Receipts Over [Under] Expenditures	[83,488]	3,515
Unencumbered Cash, Beginning	<u>39,094</u>	<u>[44,394]</u>
Unencumbered Cash, Ending	<u>\$ [44,394]</u>	<u>\$ [40,879]</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 1,826,380	\$ 2,120,807	\$ 1,952,968	\$ 167,839
Delinquent tax	61,796	80,690	60,259	20,431
Motor and recreational vehicle tax	224,633	246,060	253,716	[7,656]
In lieu of taxes - I. R. B.'s	79,071	85,149	-	85,149
Bond proceeds	8,440,000	-	-	-
State aid	4,425,148	3,871,569	3,871,569	-
Total Receipts	<u>15,057,028</u>	<u>6,404,275</u>	<u>\$ 6,138,512</u>	<u>\$ 265,763</u>
Expenditures				
Principal	12,562,951	3,860,000	\$ 3,860,000	\$ -
Interest and other bond costs	<u>2,605,427</u>	<u>2,401,387</u>	<u>2,401,387</u>	<u>-</u>
Total Expenditures	<u>15,168,378</u>	<u>6,261,387</u>	<u>\$ 6,261,387</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	[111,350]	142,888		
Unencumbered Cash, Beginning	<u>7,995,371</u>	<u>7,884,021</u>		
Unencumbered Cash, Ending	<u>\$ 7,884,021</u>	<u>\$ 8,026,909</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Bond Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Investment income	\$ 1,000,126	\$ 481,477
Miscellaneous	15,547	-
Total Receipts	1,015,673	481,477
Expenditures		
Instruction	-	32,217
Central services	64,637	112,524
Operations and maintenance	212,107	450
Facility acquisition and construction services	33,407,371	2,910,926
Total Expenditures	33,684,115	3,056,117
Receipts Over [Under] Expenditures	[32,668,442]	[2,574,640]
Unencumbered Cash, Beginning	43,890,051	11,649,890
Prior Period Adjustment	-	450,716
Unencumbered Cash, Beginning, Restated	43,890,051	12,100,606
Prior Year Canceled Encumbrance	428,281	5,583,950
Unencumbered Cash, Ending	\$ 11,649,890	\$ 15,109,916

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
Recreation Commission General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 814,922	\$ 946,157	\$ 871,398	\$ 74,759
Delinquent tax	27,426	35,990	26,886	9,104
Motor and recreational vehicle tax	100,365	109,897	113,290	[3,393]
Investment income	7,822	663	-	663
Charges for services	<u>310,382</u>	<u>131,180</u>	<u>727,655</u>	<u>[596,475]</u>
Total Receipts	<u>1,260,917</u>	<u>1,223,887</u>	<u>\$ 1,739,229</u>	<u>\$ [515,342]</u>
Expenditures				
Community service operations	<u>1,052,756</u>	<u>1,043,669</u>	<u>\$ 2,768,830</u>	<u>\$ 1,725,161</u>
Total Expenditures	<u>1,052,756</u>	<u>1,043,669</u>	<u>\$ 2,768,830</u>	<u>\$ 1,725,161</u>
Receipts Over [Under] Expenditures	208,161	180,218		
Unencumbered Cash, Beginning	<u>1,113,260</u>	<u>1,321,421</u>		
Unencumbered Cash, Ending	<u>\$ 1,321,421</u>	<u>\$ 1,501,639</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Recreation Commission Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2021
(With Comparative Actual Amounts for the Year Ended June 30, 2020)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad valorem property tax	\$ 135,821	\$ 157,664	\$ 145,186	\$ 12,478
Delinquent tax	4,575	5,996	4,482	1,514
Motor and recreational vehicle tax	16,737	18,316	18,877	[561]
In lieu of taxes - I. R. B.'s	<u>5,880</u>	<u>6,140</u>	<u>-</u>	<u>6,140</u>
Total Receipts	<u>163,013</u>	<u>188,116</u>	<u>\$ 168,545</u>	<u>\$ 19,571</u>
Expenditures				
Community service operations	<u>126,971</u>	<u>172,480</u>	<u>\$ 192,200</u>	<u>\$ 19,720</u>
Total Expenditures	<u>126,971</u>	<u>172,480</u>	<u>\$ 192,200</u>	<u>\$ 19,720</u>
Receipts Over [Under] Expenditures	36,042	15,636		
Unencumbered Cash, Beginning	<u>459,959</u>	<u>496,001</u>		
Unencumbered Cash, Ending	<u>\$ 496,001</u>	<u>\$ 511,637</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Recreation Commission Operating Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2021 and 2020

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Program revenues	\$ 68,453	\$ 6,224
Total Receipts	<u>68,453</u>	<u>6,224</u>
Expenditures		
Program expenses	<u>111,326</u>	<u>6,095</u>
Total Expenditures	<u>111,326</u>	<u>6,095</u>
Receipts Over [Under] Expenditures	[42,873]	129
Unencumbered Cash, Beginning	<u>44,183</u>	<u>1,310</u>
Unencumbered Cash, Ending	<u>\$ 1,310</u>	<u>\$ 1,439</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 202
Student Organization and Other Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2021

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Turner Sixth Grade Academy				
Bank Interest	\$ 48	\$ 4	\$ 5	\$ 47
STUCO	4,160	851	4,374	637
iPad Revenue	17,771	3,545	21,316	-
TSGA Library Fee	457	-	-	457
TSGA Yearbook	127	777	904	-
VANCO Services	38	1,008	967	79
School Fund	6	2,337	1,310	1,033
Staff Fund	[2,595]	2,595	-	-
Petty Cash	244	56	-	300
Subtotal Turner Sixth Grade Academy	<u>20,256</u>	<u>11,173</u>	<u>28,876</u>	<u>2,553</u>
 ELEMENTARY SCHOOLS				
Junction Elementary				
Community Service Club	1,222	1,091	130	2,183
DeMoss Seating Grant	343	-	-	343
Library Books	858	70	53	875
JU Sales Tax	304	27	162	169
Music	25	-	-	25
Petty Cash	288	-	-	288
Playground Equipment	7	-	-	7
Programs	27	-	-	27
Social Committee	316	-	267	49
Student Council Sales	1,705	92	389	1,408
Student Council Yearbook	3,747	745	458	4,034
Subtotal Junction Elementary	<u>8,842</u>	<u>2,025</u>	<u>1,459</u>	<u>9,408</u>
Oak Grove Elementary				
Pepsi Commission	[23]	493	-	470
Bank Interest	79	3	-	82
Social Club	374	-	374	-
Library	5	5,135	5,028	112
Petty Cash	1,627	200	1,542	285
VANCO Services	15	-	-	15
Sales Tax	446	94	63	477
Student Council	1,461	-	-	1,461
Student Celebration	3,170	818	683	3,305
Yearbook	[324]	1,472	140	1,008
Subtotal Oak Grove Elementary	<u>6,830</u>	<u>8,215</u>	<u>7,830</u>	<u>7,215</u>
Turner Elementary				
Art Club	84	-	-	84
Care Club	172	-	-	172
Library Books	694	20	260	454
Petty Cash	310	120	-	430
Sales Tax	48	1,499	1,508	39
School Store	1,588	500	1,371	717
Staff	226	3,371	3,417	180
Student Fund (General)	1,026	2,012	2,084	954
Student Fund (Stuco)	293	-	-	293
Yearbooks	1,716	2,511	4,085	142
Subtotal Turner Elementary School	<u>6,157</u>	<u>10,033</u>	<u>12,725</u>	<u>3,465</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Student Organization and Other Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2021

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
ELEMENTARY SCHOOLS (Continued)				
Midland Trail Elementary				
Building fund	\$ 1,540	\$ 8,158	\$ 5,198	\$ 4,500
Library	1,099	-	180	919
Petty Cash	400	-	-	400
School Store	18	-	-	18
Student Council Yearbooks	770	746	1,516	-
Subtotal Midland Trail Elementary School	<u>3,827</u>	<u>8,904</u>	<u>6,894</u>	<u>5,837</u>
Subtotal All Elementary Schools	<u>25,656</u>	<u>29,177</u>	<u>28,908</u>	<u>25,925</u>
MIDDLE SCHOOL				
Turner Middle School				
Art	563	998	120	1,441
Athletics	2,471	3,474	4,006	1,939
Bearbucks	-	38	-	38
Cheerleading	1,121	810	638	1,293
Chorale	55	-	-	55
Clothing Donation	163	1,750	1,913	-
Drama Club	450	-	-	450
FACS	699	688	-	1,387
Faculty Fund	1	-	-	1
In and Out	974	3,934	4,584	324
Industrial Arts	570	689	-	1,259
Industrial Technology	3,267	663	-	3,930
JAG	1,025	-	426	599
Petty Cash	1,405	-	-	1,405
Sales Tax	332	291	51	572
Science Classes	1,675	615	116	2,174
Science Club	1,185	-	-	1,185
Student Council	138	-	-	138
Student Recognition	784	49	454	379
Student Returns	271	28	-	299
TMS MacBook	755	2,253	2,325	683
Transition Class	52	-	-	52
Student Awards and Activities	601	1,706	776	1,531
Athletic Officials	-	2,202	1,527	675
VANCO Services	5,399	-	1,061	4,338
Yearbook	4,655	3,931	5,100	3,486
Total Middle School	<u>28,611</u>	<u>24,119</u>	<u>23,097</u>	<u>29,633</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Student Organization and Other Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2021

<u>Fund</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
HIGH SCHOOLS				
Turner High School				
Art/Photo	\$ 63	\$ 3,022	\$ 1,067	\$ 2,018
Athletic Booster Club	3,557	10	3,567	-
Auto Mechanics Fee	1,399	476	429	1,446
Band Fees	288	780	801	267
Band Tour	46,962	8,651	42,101	13,512
Baseball Team	1,308	1,308	1,175	1,441
Battle of the Books	158	-	-	158
Beartones	391	1,626	1,983	34
Book Club	863	-	-	863
Book Rent	1,741	80	-	1,821
Booster	8	-	-	8
Bowling Team	714	-	210	504
Boys Basketball Team	727	-	100	627
BPA	7,608	2,330	765	9,173
Building Trades Fee	-	1,166	100	1,066
Business & Computer Fees	10,423	1,045	581	10,887
Calculator Rental & Loss	2,322	10	1,096	1,236
JAG - 9th/10th	111	-	-	111
Cheerleading	3,301	4,417	5,275	2,443
Choir Fee	1,079	580	223	1,436
Ci3T	[108]	108	-	-
Clothing Fee	1,943	135	-	2,078
Culinary Arts Fee	12,403	3,351	2,573	13,181
Debate	45	40	-	85
DECA	5,273	1,253	414	6,112
Drama	1,317	140	870	587
Drill Team	1,231	273	1,104	400
Flag Team	21	-	-	21
Football Team	1,088	2,594	2,860	822
Forensics	51	35	-	86
French Club	8	-	-	8
Freshman Academy	98	-	-	98
Girls Basketball Team	1,627	18	976	669
Golf Team	274	-	129	145
Health Awareness	101	-	-	101
MacBook Usage Revenue	14,751	19,133	23,722	10,162
JAG - 11th/12th	73	-	-	73
Jazz Band Scholarship	85	-	-	85
Jones Scholarship	-	6,000	6,000	-
Hope Memorial Golf Tournament	230	-	-	230
Junior Class	2,961	5,293	5,082	3,172
KAYS	3,456	-	-	3,456
KC Pet Project	30	-	-	30
Language Arts	207	-	82	125
Link Crew	11	-	-	11
Louder Than a Bomb	443	-	-	443
MAGE	88	-	80	8
Middle School Fees	1,321	1,650	2,539	432
Musical & Spring Play	2,188	540	1,732	996
National Art Honor Society	2	-	-	2

UNIFIED SCHOOL DISTRICT NO. 202
 Student Organization and Other Agency Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended June 30, 2021

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
HIGH SCHOOL (Continued)				
Turner High School (Continued)				
NHS	\$ 863	\$ -	\$ 108	\$ 755
PE Fees	1,146	2,291	1,998	1,439
Senior Class Fund	1,396	8,628	7,108	2,916
Project Graduation	9,618	9,289	17,947	960
PSAT & Plan Testing	-	386	289	97
Photo Imaging Fee	210	475	-	685
Sales Tax	293	1,998	2,291	-
School Store	4,533	2,840	2,011	5,362
Science Fees	5,982	2,471	5,426	3,027
Soccer - Boys	635	229	211	653
Soccer - Girls	403	2,095	141	2,357
Social Committee	149	1,251	1,130	270
Social Studies Grant	1,596	-	-	1,596
Softball Team	4,778	4,977	6,510	3,245
Spanish Club	25	-	-	25
SPED - Coffee Shop	2,454	1,080	340	3,194
STEM	631	-	-	631
Student Council	14,825	-	933	13,892
Student Interest	3,323	8,054	7,298	4,079
Student Safety	755	284	549	490
Swim Fees	263	189	381	71
Swim Team Boys	140	-	98	42
Swim Team Girls	36	-	-	36
Thespians Troupe	412	-	129	283
Bus Cards	1,000	-	1,000	-
Track Club	1,564	-	-	1,564
VANCO Services	50,848	38,061	47,369	41,540
Vica Auto	732	1,358	1,760	330
Vica Carpentry	2,820	7,303	2,324	7,799
Vica Printing	580	-	580	-
Volleyball Team	3,366	-	765	2,601
Wrestling Team	2,517	2,644	1,951	3,210
Yearbook	5,283	12,277	11,899	5,661
You be You	255	-	-	255
Subtotal Turner High School	<u>257,672</u>	<u>174,244</u>	<u>230,182</u>	<u>201,734</u>
Journey School of Choice				
Interest	20	1	-	21
Pepsi Recycling	616	83	224	475
Staff Funds	1,345	242	564	1,023
Student Funds	740	380	-	1,120
VANCO Services	945	-	945	-
MacBook Usage	430	1,239	1,489	180
THS Fees	434	462	787	109
Liberty Memorial Grant	250	-	-	250
Parking Fees	5	-	-	5
TMS Fees	20	122	98	44
Subtotal Journey School of Choice	<u>4,805</u>	<u>2,529</u>	<u>4,107</u>	<u>3,227</u>
TOTAL ALL STUDENT ORGANIZATION FUNDS	337,000	241,242	315,170	263,072
CLEARING ACCOUNT	72,302	-	240,052	[167,750]
INSURANCE RESERVE	<u>1,369,829</u>	<u>51,974</u>	<u>40,969</u>	<u>1,380,834</u>
TOTAL STUDENT ORGANIZATION AND OTHER AGENCY FUNDS	<u>\$ 1,779,131</u>	<u>\$ 293,216</u>	<u>\$ 596,191</u>	<u>\$ 1,476,156</u>

See independent auditor's report on the financial statements.

SCHEDULE 4

UNIFIED SCHOOL DISTRICT NO. 202
 District Activity
 Schedule of Receipts, Expenditures, and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2021

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
District							
Petty Cash	\$ 6,950	\$ -	\$ -	\$ -	\$ 6,950	\$ -	\$ 6,950
High School							
JSOC Petty Cash	29	-	-	-	29	-	29
Turner High School Petty Cash	1,198	-	-	-	1,198	-	1,198
Turner High School - Athletics	<u>8,563</u>	-	<u>33,044</u>	<u>30,575</u>	<u>11,032</u>	-	<u>11,032</u>
Subtotal High School	<u>9,790</u>	-	<u>33,044</u>	<u>30,575</u>	<u>12,259</u>	-	<u>12,259</u>
Total Receipts	<u>\$ 16,740</u>	<u>\$ -</u>	<u>\$ 33,044</u>	<u>\$ 30,575</u>	<u>\$ 19,209</u>	<u>\$ -</u>	<u>\$ 19,209</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 202
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
<u>U.S. Department of Education</u>					
Passed Through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	\$ 113,752	\$ 1,182,459	\$ 1,185,967	\$ 110,244
Special Education (IDEA) Cluster:					
Special Education Grants to States	84.027	-	891,307	891,307	-
Special Education - Preschool Grants	84.173	-	74,394	74,394	-
Total Special Education (IDEA) Cluster		-	965,701	965,701	-
Vocational Education Basic Grants to States	84.048	-	45,957	45,957	-
English Language Acquisition Grants	84.365	20,812	48,173	69,527	[542]
Improving Teacher Quality State Grants	84.367	[7,371]	151,319	163,406	[19,458]
Student Support and Academic Enrichment Program	84.424	5	68,073	68,074	4
Elementary and Secondary School Emergency Relief Fund	84.425D	[3,670]	823,738	2,165,488	[1,345,420]
Total U.S. Department of Education			<u>3,285,420</u>	<u>4,664,120</u>	
<u>U.S. Department of Health and Human Services</u>					
Maternal, Infant and Early Childhood Home Visiting Grant	93.870	[1,494]	232,588	221,973	9,121
Temporary Assistance for Needy Families (477 Cluster)					
Temporary Assistance for Needy Families	93.558	-	26,850	26,850	-
Total Temporary Assistance for Needy Families (477 Cluster)			<u>26,850</u>	<u>26,850</u>	
Total U.S. Department of Health and Human Services			<u>259,438</u>	<u>248,823</u>	
<u>U.S. Department of the Treasury</u>					
Passed Through Unified Government of Wyandotte County and KCK					
Coronavirus Relief Fund	21.019	-	130,000	130,000	-
Total U.S. Department of the Treasury			<u>130,000</u>	<u>130,000</u>	
<u>U.S. Department of Agriculture</u>					
Passed Through State Department of Education:					
Child Nutrition Cluster:					
National School Lunch Program	10.555	-	85,458	85,458	-
Summer Food Service Program for Children	10.559	-	1,280,863	1,280,863	-
Total Child Nutrition Cluster		-	1,366,321	1,366,321	-
Child and Adult Care Food Program	10.558	-	225,729	225,729	-
Total U.S. Department of Agriculture			<u>1,592,050</u>	<u>1,592,050</u>	
Total Expenditures of Federal Awards			<u>\$ 5,266,908</u>	<u>\$ 6,634,993</u>	

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 202
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

1. Organization

Unified School District No. 202, Kansas City, Kansas, (the District), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District, and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the basic financial statements. The District elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the District's grant programs for economy and efficiency and program results that may result in disallowed costs to the District. However, management does not believe such audits would result in any disallowed costs that would be material to the District's financial position at June 30, 2021.

5. Outstanding Loans

The District did not have any outstanding loans under any federal grants at June 30, 2021.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 202
 Schedule of Findings and Questioned Costs
 For the Year Ended June 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified (Regulatory Basis)
Adverse (GAAP)

Internal control over financial reporting:

Material weakness(es) identified? _____ Yes X No

Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? _____ Yes X No

Significant deficiency(ies) identified that are not considered to be material weaknesses? _____ Yes X None reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance? _____ Yes X No

Identification of major programs:

CFDA Number(s)

84.027, 84.173
84.425

Name of Federal Program or Cluster

Special Education Cluster
Elementary & Secondary School Emergency Relief Fund

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? _____ Yes X No

UNIFIED SCHOOL DISTRICT NO. 202
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended June 30, 2021

Section II - Financial Statement Findings

Prior Year Findings

None Noted.

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

Current Year Findings

None Noted.

**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. 202
Kansas City, Kansas

We have audited, 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*, the financial statements of the Unified School District No. 202, (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 15, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 opinions on the financial statements, 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 controls 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 financial statements 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 charge with governance.

Our consideration of internal control over financial reporting 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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 the entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

October 15, 2021

**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. 202
Kansas City, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of the Unified School District No. 202, (the District) 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, 2021. The District's major federal financial 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 the District'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 State of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (CFR) 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 on the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District 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, 2021.

Report on Internal Control Over Compliance

The management of the District 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 the 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 the 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

October 15, 2021