Date: July 1, 2019

To: Chief School Administrators

From: Dale M. Dennis, Deputy Commissioner
Craig Neuenswander, Director
School Finance

INTEREST RATE ON INVESTMENT
Effective 7/1/19 through 7/7/19

<table>
<thead>
<tr>
<th>TERM</th>
<th>CURRENT</th>
<th>PREVIOUS</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 to 89 Days</td>
<td>2.39%</td>
<td>2.38%</td>
</tr>
<tr>
<td>3 Months</td>
<td>2.10%</td>
<td>2.14%</td>
</tr>
<tr>
<td>6 Months</td>
<td>2.04%</td>
<td>2.10%</td>
</tr>
<tr>
<td>1 Year</td>
<td>1.92%</td>
<td>1.97%</td>
</tr>
<tr>
<td>18 Months</td>
<td>1.81%</td>
<td>1.87%</td>
</tr>
<tr>
<td>2 Years</td>
<td>1.75%</td>
<td>1.78%</td>
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</tbody>
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Minimum investment rates banks must offer to secure public funds as prescribed by K.S.A. 75-4210

July 1 Unencumbered Cash Balance Report open

Districts are required to report unencumbered cash balances for several funds on a monthly basis, due no later than the 12th of each month. This web app is now open at: https://apps.ksde.org/authentication/login.aspx

It is anticipated many districts may have negative beginning cash balances in these funds on July 1 due to the delayed June split payments for both General State Aid and Supplemental General State Aid, which will deposit approximately Monday, July 8. Please do not include the final FY2019 payment you will receive on July 8 when reporting your actual balances on July 1 (see article below for details).

Download the memo providing instructions to submit data from the School Finance homepage. If you have questions, contact Rose Ireland rireland@ksde.org (785) 296-4973.

Record final FY19 General State Aid and LOB payments as June 30 receipt

Next Monday, July 8, the final split of June General State Aid and Supplemental General State Aid (LOB) payments will deposit. This is your remaining FY19 entitlement and should be treated as a June 30 receipt. Please do not include this late payment in your July 1 Unencumbered Cash Balance Report, even though you may show a negative balance (the July 1 Cash Balance web app is now open – see above).

Final Payments for FY19 available online:
http://www.ksde.org/Agency/Fiscal-and-Administrative-Services/School-Finance/Payment-Information
Scroll down to the heading FY19 Payments. Select a fund to download a spreadsheet showing the final computed payments for each district.

Under the heading FY19 State Aid Printouts, print your USD’s General, Supplemental General and Capital Improvement State Aid and Special Education State Aid printouts. Your auditor will need to review these. More information was in the June 24 interest letter.

If you have payment questions, contact Rose Ireland at rireland@ksde.org, Sara Barnes at sbarnes@ksde.org, or Craig Neuenswander at craign@ksde.org, or call School Finance at (785) 296-3872.

If you have budget questions, contact Craig Neuenswander or Sara Barnes at (785) 296-4972.

The first FY20 payments deposit on Tuesday, July 9:
- General State Aid
- Capital Improvement (Bond & Interest) if requested
Federal Aid payments deposit July 18
If federal aid was requested for July, we anticipate it will direct deposit on July 18, which is later than usual. To request federal aid for August, please complete and submit Form 240 (via web app under LEA Forms) by July 19. School Finance contact: Nicole Norwood nnorwood@ksde.org or call (785) 296-2020

FY20 State Mileage Rate increases to 58 cents
Effective July 1, 2019: As authorized by K.S.A. 75-3203a, the Secretary of Administration has fixed the private vehicle maximum mileage reimbursement state rate for FY 2020 at 58 cents per mile. This is a 3.5 cent per mile increase over FY 2019 and matches the federal reimbursement rate of 58 cents per mile set January 1, 2019.

Is a district required to pay the state’s mileage reimbursement rate of 58 cents for privately-owned vehicles? Answer: No, a local board of education can decide to reimburse teachers/parents at a rate other than the state rate. If the mileage rate your district reimburses exceeds the federal mileage rate (58 cents per mile), there are tax consequences.


Register for budget workshops (repeat)
Dale Dennis and Craig Neuenswander will be presenting budget workshops across the state. If you have not registered, follow this link: http://www.ksde.org/Agency/Fiscal-and-Administrative-Services/School-Finance/Whats-New. Click on Budget Workshop Dates – Registration open. Choose the site you will attend and either email or telephone the site to register. Space is limited, so please register now.

Budget workshops are conducted for superintendents, clerks, and business managers of unified school districts. Please also share the link above with your county clerk and school auditor (CPA) so they can register and attend a workshop. Board members or officers of your teachers’ association are also welcome.

During the workshops, we will review an example of the 2019-20 budget document based on the changes to the school finance law passed by the 2019 legislature. The Excel program used to complete the budget will be ready for districts the week of July 8. A message will be sent to districts with instructions when it is ready to download.

There is no charge to attend a workshop, however, participants will be responsible for the cost of the noon meal and other refreshments provided at the workshop site. By registering all persons attending from your district, we can guarantee that adequate seating and a workshop packet will be available for all participants.

USD BUDGET WORKSHOP DATES: 10 am - 3 pm
Monday, July 8 ............... Topeka (Shawnee Heights High School)
Wednesday, July 10 ....... Salina (Lakewood Middle School)

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