

**UNIFIED SCHOOL DISTRICT NO. 470**

**ARKANSAS CITY, KANSAS**

**FINANCIAL STATEMENT**

**FOR THE YEAR ENDED JUNE 30, 2018**

**EDW. B. STEPHENSON & CO., CPAs CHARTERED**  
**Certified Public Accountants**  
**1002 Main**  
**Winfield, Kansas 67156**

**UNIFIED SCHOOL DISTRICT NO. 470  
ARKANSAS CITY, KANSAS**

**FOR THE YEAR ENDED JUNE 30, 2018**

**BOARD OF EDUCATION**

Jon Oak – President

Lori Barnes

Rhoda MacLaughlin-Ramirez

Evelyn Shoup

Marty Moulton

Lance Niles

Mike Munson

**ADMINISTRATION**

Dr. Ron Ballard – Superintendent

Dr. Peg Dokken-Opat – Assistant Superintendent of Curriculum/Instruction

Jeri Crumbliss – Director of Business and Operations

Vicki Webb – Administrative Assistant

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

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**UNIFIED SCHOOL DISTRICT NO. 470  
ARKANSAS CITY, KANSAS  
FINANCIAL STATEMENT  
FOR THE YEAR ENDED JUNE 30, 2018**

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## **FINANCIAL SECTION**

**EDW. B  
STEPHENSON  
& CO., CPAs  
CHARTERED**

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EDW. B. STEPHENSON  
(1905-1985)

JAMES R. DOBBS  
(1927-1997)

HARRY L. SHETLAR, JR.  
(1931-2000)

MORRIS W. JARVIS  
(1935-1999)

N. DEAN BRADBURY  
(1936-2005)

LOREN L. PONTIOUS  
(Retired)

**SHAREHOLDERS**

MAURICE P. ROBERTS, CPA

AARON R. IVERSON, CPA

**ACCOUNTANTS**

HEIDI M. HUENEGART, CPA

1002 Main Street  
Winfield, Kansas 67156  
620-221-9320  
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**INDEPENDENT AUDITORS' REPORT**

To the Board of Education  
Unified School District No. 470  
Arkansas City, Kansas 67005

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 470, Arkansas City, Kansas, as of and for the year ended June 30, 2018 and the related notes to the financial statement.

**Management's Responsibility for the Financial Statement**

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

**Auditors' Responsibility**

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 District'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.

## Opinions

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

As described in Note I to the financial statement, the financial statement is prepared by the District on the basis of 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 regulatory basis of accounting described in Note I 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 Unified School District No. 470, Arkansas City, Kansas, as of June 30, 2018, or the changes in financial position and cash flows thereof for the year then ended.

### *Unmodified Opinion of 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 Unified School District No. 470, Arkansas City, Kansas, as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described Note I.

## Other Matters

### *Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the 2018 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedules of regulatory basis receipts and expenditures-agency funds, schedules of regulatory basis receipts, expenditures and unencumbered cash – district activity funds,

(Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note I.

#### *Prior Year Comparative Analysis*

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, 2017 (not presented herein) and have issued our report thereon dated October 21, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year June 30, 2018 (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 2017 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 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 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, 2017, on the basis of accounting described in Note I.

#### *Other Information*

Our audit was conducted for the purpose of forming an opinion on the financial statement that collectively comprise Unified School District No. 470, Arkansas City, Kansas, basic financial statement. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statement.

The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare



the basic financial statement. Such 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 basic financial statement or the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statement taken as a whole, on the basis of accounting described in Note I.

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

In accordance with *Government Auditing Standards* we have also issued our report dated January 7, 2019, on our consideration of Unified School District No. 470, Arkansas City, Kansas internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant 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 effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

***Restricted Use***

This report is intended for the information and use of the Board of Education and administration of the Unified School District No. 470, Arkansas City, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, and the Kansas Department of Education, and should not be used for any other purpose.

*Edw. B. Stephenson & Co. CPAs Chartered*

Edw. B. Stephenson & Co., CPAs Chartered

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

| <b>Funds</b>                                          | <b>Beginning<br/>Unencumbered<br/>Cash Balance</b> | <b>Prior Year<br/>Cancelled<br/>Encumbrances</b> | <b>Receipts</b>      | <b>Expenditures</b>  | <b>Ending<br/>Unencumbered<br/>Cash Balance</b> | <b>Add<br/>Encumbrances<br/>and Accounts<br/>Payable</b> | <b>Ending<br/>Cash Balance</b> |
|-------------------------------------------------------|----------------------------------------------------|--------------------------------------------------|----------------------|----------------------|-------------------------------------------------|----------------------------------------------------------|--------------------------------|
| <b>General Funds:</b>                                 |                                                    |                                                  |                      |                      |                                                 |                                                          |                                |
| General                                               | \$ -                                               | \$ -                                             | \$ 19,855,361        | \$ 19,855,361        | \$ -                                            | \$ 69,771                                                | \$ 69,771                      |
| Supplemental General                                  | 71,596                                             | -                                                | 6,426,461            | 6,497,743            | 314                                             | 634,889                                                  | 635,203                        |
| <b>Special Purpose Funds:</b>                         |                                                    |                                                  |                      |                      |                                                 |                                                          |                                |
| 4 Year Old At-Risk                                    | -                                                  | -                                                | 166,011              | 166,011              | -                                               | -                                                        | -                              |
| At Risk                                               | -                                                  | -                                                | 3,665,177            | 3,665,177            | -                                               | -                                                        | -                              |
| Bilingual Education                                   | -                                                  | -                                                | 363,086              | 363,086              | -                                               | -                                                        | -                              |
| Capital Outlay                                        | 1,565,519                                          | -                                                | 984,949              | 960,879              | 1,589,589                                       | 102,537                                                  | 1,692,126                      |
| Driver Training                                       | 25,143                                             | -                                                | 9,784                | 9,945                | 24,982                                          | -                                                        | 24,982                         |
| Food Service                                          | 438,015                                            | -                                                | 1,655,689            | 1,604,092            | 489,612                                         | 19,962                                                   | 509,574                        |
| Professional Development                              | 88,771                                             | -                                                | 31,827               | 35,326               | 85,272                                          | -                                                        | 85,272                         |
| Summer School                                         | 57,068                                             | -                                                | -                    | -                    | 57,068                                          | -                                                        | 57,068                         |
| Special Education                                     | 500,185                                            | -                                                | 3,818,661            | 3,905,643            | 413,203                                         | -                                                        | 413,203                        |
| Vocational Education                                  | 60,000                                             | -                                                | 439,883              | 439,883              | 60,000                                          | -                                                        | 60,000                         |
| KPERS Special Retirement Contribution                 | -                                                  | -                                                | 2,040,515            | 2,040,515            | -                                               | -                                                        | -                              |
| Arkansas City Recreation Commission                   | 21,865                                             | -                                                | 517,204              | 539,069              | -                                               | -                                                        | -                              |
| Arkansas City Recreation Commission Employee Benefits | 11,723                                             | -                                                | 171,369              | 172,700              | 10,392                                          | -                                                        | 10,392                         |
| Contingency Reserve                                   | 467,382                                            | -                                                | 290,330              | 256,750              | 500,962                                         | -                                                        | 500,962                        |
| Textbook and Student Materials Revolving              | 384,944                                            | -                                                | 41,116               | 54,904               | 371,156                                         | -                                                        | 371,156                        |
| County Alcohol Tax                                    | 392                                                | -                                                | -                    | 392                  | -                                               | -                                                        | -                              |
| Title I Grant                                         | -                                                  | -                                                | 741,194              | 741,194              | -                                               | 7,501                                                    | 7,501                          |
| Carl Perkins                                          | -                                                  | -                                                | 30,511               | 30,511               | -                                               | -                                                        | -                              |
| Title I Migrant                                       | -                                                  | -                                                | 60,000               | 60,000               | -                                               | 3,049                                                    | 3,049                          |
| Title III - English Language                          | -                                                  | -                                                | 35,197               | 35,197               | -                                               | -                                                        | -                              |
| 21st Century                                          | -                                                  | -                                                | -                    | -                    | -                                               | -                                                        | -                              |
| Title VII - Native Americans                          | -                                                  | -                                                | -                    | -                    | -                                               | -                                                        | -                              |
| Head Start Program                                    | 250                                                | -                                                | 1,259,728            | 1,335,018            | (75,040)                                        | 79,201                                                   | 4,161                          |
| Title II(A) - Teacher Quality                         | -                                                  | -                                                | 124,281              | 124,281              | -                                               | -                                                        | -                              |
| Title IV(A)                                           | -                                                  | -                                                | 20,033               | 20,033               | -                                               | -                                                        | -                              |
| Rural Schools                                         | -                                                  | -                                                | 38,372               | 38,372               | -                                               | -                                                        | -                              |
| High School Activities                                | 109,036                                            | -                                                | 324,942              | 327,230              | 106,748                                         | -                                                        | 106,748                        |
| High School Athletics                                 | 1,011                                              | -                                                | 140,801              | 141,514              | 298                                             | -                                                        | 298                            |
| School Projects                                       | 1,292                                              | -                                                | 155                  | -                    | 1,447                                           | -                                                        | 1,447                          |
| <b>Sub Total</b>                                      | <b>\$ 3,804,192</b>                                | <b>\$ -</b>                                      | <b>\$ 43,252,637</b> | <b>\$ 43,420,826</b> | <b>\$ 3,636,003</b>                             | <b>\$ 916,910</b>                                        | <b>\$ 4,552,913</b>            |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

| <b>Funds</b>                                                         | <b>Beginning<br/>Unencumbered<br/>Cash Balance</b> | <b>Prior Year<br/>Cancelled<br/>Encumbrances</b> | <b>Receipts</b>      | <b>Expenditures</b>  | <b>Ending<br/>Unencumbered<br/>Cash Balance</b> | <b>Add<br/>Encumbrances<br/>and Accounts<br/>Payable</b> | <b>Ending<br/>Cash Balance</b> |
|----------------------------------------------------------------------|----------------------------------------------------|--------------------------------------------------|----------------------|----------------------|-------------------------------------------------|----------------------------------------------------------|--------------------------------|
| <b>Bond and Interest Funds:</b>                                      |                                                    |                                                  |                      |                      |                                                 |                                                          |                                |
| Bond and Interest                                                    | \$ 2,404,217                                       | \$ -                                             | \$ 3,874,591         | \$ 3,234,138         | \$ 3,044,670                                    | \$ -                                                     | \$ 3,044,670                   |
| <b>Capital Projects Fund:</b>                                        |                                                    |                                                  |                      |                      |                                                 |                                                          |                                |
| School Improvement                                                   | -                                                  | -                                                | -                    | -                    | -                                               | -                                                        | -                              |
| <b>Expendable Trusts:</b>                                            |                                                    |                                                  |                      |                      |                                                 |                                                          |                                |
| Endowment Fund                                                       | 36,351                                             | -                                                | 5,283                | 2,668                | 38,966                                          | -                                                        | 38,966                         |
| Activity Memorial                                                    | 37,337                                             | -                                                | 2,183                | 3,250                | 36,270                                          | -                                                        | 36,270                         |
| <b>Non-expendable Trust:</b>                                         |                                                    |                                                  |                      |                      |                                                 |                                                          |                                |
| Endowment Fund                                                       | 19,500                                             | -                                                | -                    | -                    | 19,500                                          | -                                                        | 19,500                         |
| <b>Total Municipal Reporting Entity<br/>(Excluding Agency Funds)</b> | <u>\$ 6,301,597</u>                                | <u>\$ -</u>                                      | <u>\$ 47,134,694</u> | <u>\$ 46,660,882</u> | <u>\$ 6,775,409</u>                             | <u>\$ 916,910</u>                                        | <u>\$ 7,692,319</u>            |

**Composition of Cash:**

|                                                                  |                     |
|------------------------------------------------------------------|---------------------|
| Checking Accounts                                                |                     |
| Union State Bank                                                 |                     |
| Operating account                                                | \$ 8,319,301        |
| Warrant clearing                                                 | 2,503               |
| Payroll clearing                                                 | (1,236,356)         |
| Head start operating                                             | -                   |
| Endowment fund                                                   | 59,490              |
| Central office petty cash                                        | 1,000               |
| Elementary school petty cash                                     | 1,750               |
| Head start petty cash                                            | 250                 |
| Middle school activity fund                                      | 37,288              |
| High school activity fund                                        | 191,803             |
| Payroll benefit                                                  | -                   |
| Investments                                                      |                     |
| Kansas State Investment Pool                                     | 397,869             |
| RCB Bank CD                                                      | 74,036              |
| <b>Total Cash</b>                                                | <u>\$ 7,848,934</u> |
| Less: Agency Funds per Statement -3-                             | <u>(156,615)</u>    |
| <b>Total Municipal Reporting Entity (Excluding Agency Funds)</b> | <u>\$ 7,692,319</u> |

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

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. MUNICIPAL REPORTING ENTITY**

Unified School District No. 470 (the District), located in Arkansas City, Kansas, was created in 1871 and has an area within the District of approximately 200 square miles, with an enrollment of approximately 2,650 FTE students. The District is operated by a seven-member Board, elected by the public at large within the District, and referred to as the Board of Education (the Board).

**1. Related Municipal Entity**

The District, for financial purposes includes all funds and account groups relevant to the operations of the Unified School District No. 470. This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

**The Arkansas City Recreation Commission**

The District's Recreation Commission oversees recreational activities. The Recreation Commission operates a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928. The recreation commission cannot purchase real property but can acquire real property by gift. This related municipal entity has had an audit of their financial statement completed separately. Copies can be obtained by contacting the management at the following address:

Arkansas City Recreation Commission  
225 E Fifth Ave, Arkansas City, Kansas 67005

**B. BASIS OF PRESENTATION – REGULATORY BASIS FUND TYPES**

The financial transactions of the District are recorded in individual funds. 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.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2018:

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

1. **General Fund** – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.
2. **Special Purpose Fund** – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.
3. **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.
4. **Capital Project Fund** – used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.
5. **Trust Fund** – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).
6. **Agency Fund** – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

**C. 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 encumbrances 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 revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. BUDGETARY INFORMATION**

Kansas statutes require that an annual operating budget be legally adopted for the General funds, Special Purpose funds (unless specifically exempted by statute), 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:

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

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

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

**Adjustment to Comply with Legal Max** – Unified school districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the “Legal Max” budget. The Kansas State Department of Education calculates the “Legal Max” budget using enrollment figures. The District’s budgeted expenditures are limited to the lower of the published budget or the “Legal Max” budget.

**Adjustment for Qualifying Budget Credits** - Districts may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Contingency Reserve, Textbook and Student Materials Revolving, County Alcohol Tax, Title I Grant, Carl Perkins, Title I Migrant, Title III English Language, 21<sup>st</sup> Century, Title VII Native Americans, Head Start, Title II(A) Teacher Quality, Title IVA, and Rural Schools.

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.

**B. COMPLIANCE WITH KANSAS STATUTES**

As shown in Schedule -1-, the District had no expenditures in excess of the budgeted amounts in the current year. There are no violations of K.S.A. 79-2935.

**C. OTHER LEGAL AND COMPLIANCE VIOLATIONS**

The Commission is not aware of any finance-related legal and contractual provision violations.

**D. DEPOSITS AND INVESTMENTS**

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

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

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

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The District's allocation of investments as of June 30, 2018, is as follows:

| Investments                  | Percentage of Investments |
|------------------------------|---------------------------|
| Certificates of Deposit      | 15.69%                    |
| Kansas State Investment Pool | 84.31%                    |

*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 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%. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$7,451,069 and the bank balance was \$7,646,518. The difference between carrying amount and bank balance is outstanding checks and deposits in transit. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$326,540 was covered by federal depository insurance and the remaining balance of \$7,319,978 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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

At June 30, 2018, the District had invested \$397,868.97 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investments Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers. At the direction of the Board, the interest earnings on deposits and investments during the current fiscal year were credited to the Capital Outlay, Bond and Interest, and Endowment funds.



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**E. DEFICIT FUND BALANCES**

The following fund has a deficit fund balance as of June 30, 2018:  
Head Start \$75,040

These are all a result of the grant monies being received on a reimbursement basis. The cash needed to reimburse the funds will be collected in the next fiscal year and does not result in any violations of Kansas Statutes.

**III. IN-SUBSTANCE RECEIPT IN TRANSIT**

The District received \$1,582,916 subsequent to June 30, 2018 and as required by K.S.A. 72-7417(d) and K.S.A. 72-6434(d) the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

**IV. OTHER RECEIVABLES**

**A. Operating Leases Receivable**

During the year, the District had leases of District and other property to others. The District does not record the cost and carrying amount of District land, buildings, and equipment. The District also does not calculate or record depreciation on the District's facilities. Therefore, the District is not able to identify the cost and carrying amount of property on lease or held for lease by major class and the amount of accumulated depreciation for that property as of the date of the latest balance sheet.

The District also at various times rents other District facilities for short term use or single events for minor amounts. These rentals are not material to the financial statements.

**VI. OPERATING LEASES**

The District leases various assets under noncancelable leasing arrangements. Leases which constitute rental agreements are classified as "operating" leases. Leases which are, in substance, purchases, are classified as "capital" leases.

**A. Operating Leases**

The District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property right or lease obligations and, therefore, the expenditures will be recognized when the lease payments are made. The following schedule shows the composition of total rental expenditures for all operating leases except those with terms of a month or less that were not renewed:

|                 | Year Ending<br>2018 |
|-----------------|---------------------|
| Minimum Rentals |                     |
| Copiers         | \$ 36,468.00        |

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Operating lease obligations for subsequent years are as follows:

|       | Copier<br>Lease |
|-------|-----------------|
| 2019  | \$ 36,468       |
| Total | \$ 36,468       |

**B. Capitalized Leases**

The District has no capitalized leases.

**VII. LONG-TERM DEBT**

The District has seven series of General Obligation Refunding and Improvement Bonds outstanding at June 30, 2018, issued through the State of Kansas and payable through the receipts of tax collections for that purpose.

Principal payments are due annually for general obligation bonds on September 1. Interest payments are due semi-annually on March 1 and September 1.

On December 27, 2012, the District issued a General Obligation Refunding Bond Series 2012 in the principal amount of \$8,960,000 with interest rates ranging from 2.45% to 4.75%. This bond will refund \$8,275,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2020 to 2027. The redemption date is September 1, 2019, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$360,406.26.

On April 19, 2013, the District issued a General Obligation Refunding Bond Series 2013 in the principal amount of \$9,555,000 with interest rates ranging from 2.49% to 4.60%. This bond will refund \$8,800,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2026 to 2029. The redemption date is September 1, 2019, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$383,760.56.

On July 24, 2014, the District issued a General Obligation Refunding Bond Series 2014 in the principal amount of \$9,300,000 with interest rates ranging from 2.00% to 4.00%. This bond will refund \$9,015,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2020 to 2025. The redemption date is September 1, 2018, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$336,628.97.

On April 30, 2015, the District issued a General Obligation Refunding Bond Series 2015 in the principal amount of \$8,135,000 with interest rates ranging from 2.00% to 4.00%. This bond will refund \$8,150,000 of General Obligation Bond Series 2008A of maturities to be redeemed for 2019 to 2023. The redemption date is September 1, 2018, and this transaction will result in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$408,724.81.

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The Long-Term Debt Issues of USD No. 470 are as follows:

|                                       | <b>Interest<br/>Rate</b> | <b>Date of<br/>Issue</b> | <b>Date of Final<br/>Maturity</b> | <b>Amount of<br/>Issue</b> | <b>Beginning</b>            | <b>Additions</b>        | <b>Payments/<br/>Reductions</b> | <b>Balance at<br/>End of Year</b> | <b>Interest<br/>Paid</b>   |
|---------------------------------------|--------------------------|--------------------------|-----------------------------------|----------------------------|-----------------------------|-------------------------|---------------------------------|-----------------------------------|----------------------------|
| <b>General Obligation Bonds:</b>      |                          |                          |                                   |                            |                             |                         |                                 |                                   |                            |
| Series 2008A                          | 4.50- 4.75%              | 7/1/2008                 | 9/1/2028                          | \$35,835,000               | \$ 1,395,000                | \$ -                    | \$ 555,000                      | \$ 840,000                        | \$ 1,710,938               |
| Series 2009-Refunding                 | 3.00- 4.0%               | 12/15/2009               | 9/1/2018                          | 7,035,000                  | 1,175,000                   | -                       | 940,000                         | 235,000                           | 28,200                     |
| Series 2012-Refunding                 | 2.45- 4.75%              | 12/27/2012               | 9/1/2027                          | 8,960,000.00               | 8,960,000                   | -                       | -                               | 8,960,000                         | 261,450                    |
| Series 2013-Refunding                 | 2.49- 4.60%              | 4/19/2013                | 9/1/2028                          | 9,555,000.00               | 9,555,000                   | -                       | -                               | 9,555,000                         | 259,363                    |
| Series 2014-Refunding                 | 2.00- 4.00%              | 7/24/2014                | 9/1/2025                          | 9,300,000.00               | 9,300,000                   | -                       | -                               | 9,300,000                         | 295,881                    |
| Series 2015-Refunding                 | 2.00- 4.00%              | 4/30/2015                | 9/1/2023                          | 8,135,000.00               | 8,135,000                   | -                       | -                               | 8,135,000                         | 267,550                    |
| <b>Total General Obligation Bonds</b> |                          |                          |                                   |                            | <u>\$ 38,520,000</u>        | <u>\$ -</u>             | <u>\$ 1,495,000</u>             | <u>\$ 37,025,000</u>              | <u>\$ 2,823,381</u>        |
| <b>Capital Leases</b>                 |                          |                          |                                   |                            |                             |                         |                                 |                                   |                            |
| Leaf - Copiers and Printers           | 3.00%                    | 6/5/2015                 | 6/5/2020                          | 134,377.00                 | \$ 87,463                   | \$ -                    | \$ 26,661                       | \$ 60,802                         | \$ 2,291                   |
| Ricoh - Copiers                       | 9.16%                    | 6/27/2016                | 6/30/2021                         | 25,000.16                  | 19,578                      | -                       | 5,940                           | 13,637                            | 1,548                      |
| <b>Total Capital Leases</b>           |                          |                          |                                   |                            | <u>\$ 107,041</u>           | <u>\$ -</u>             | <u>\$ 32,602</u>                | <u>\$ 74,439</u>                  | <u>\$ 3,839</u>            |
| <b>Compensated Absences</b>           |                          |                          |                                   |                            | <u>\$ 98,843</u>            | <u>47,308</u>           |                                 | <u>\$ 146,151</u>                 | <u>\$ -</u>                |
| <b>Total Long-Term Debt</b>           |                          |                          |                                   |                            | <u><u>\$ 38,725,884</u></u> | <u><u>\$ 47,308</u></u> | <u><u>\$ 1,527,602</u></u>      | <u><u>\$ 37,245,590</u></u>       | <u><u>\$ 2,827,220</u></u> |

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The Debt service requirements of USD No. 470 at June 30, 2018 are as follows:

|                                     | <u>2019</u>         | <u>2020</u>         | <u>2021</u>         | <u>2022</u>         | <u>2023</u>         | <u>2024-2028</u>     | <u>2029-2033</u>    | <u>Total</u>         |
|-------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|---------------------|----------------------|
| <b>Principal:</b>                   |                     |                     |                     |                     |                     |                      |                     |                      |
| <b>General Obligation Bonds</b>     |                     |                     |                     |                     |                     |                      |                     |                      |
| Series 2008A                        | \$ 840,000          | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                 | \$ -                | \$ 840,000           |
| Series 2009 Refunding               | 235,000             | -                   | -                   | -                   | -                   | -                    | -                   | 235,000              |
| Series 2012 Refunding               | -                   | 80,000              | 80,000              | 80,000              | 80,000              | 8,640,000            | -                   | 8,960,000            |
| Series 2013 Refunding               | -                   | 135,000             | 140,000             | 140,000             | 145,000             | 4,195,000            | 4,800,000           | 9,555,000            |
| Series 2014 Refunding               | -                   | 125,000             | 2,365,000           | 2,710,000           | 180,000             | 3,920,000            | -                   | 9,300,000            |
| Series 2015 Refunding               | -                   | 2,035,000           | -                   | -                   | 2,850,000           | 3,250,000            | -                   | 8,135,000            |
| Total General Obligation Bonds      | <u>\$ 1,075,000</u> | <u>\$ 2,375,000</u> | <u>\$ 2,585,000</u> | <u>\$ 2,930,000</u> | <u>\$ 3,255,000</u> | <u>\$ 20,005,000</u> | <u>\$ 4,800,000</u> | <u>\$ 37,025,000</u> |
| <b>Capital Leases</b>               |                     |                     |                     |                     |                     |                      |                     |                      |
| Leaf - Copiers and Printer          | \$ 27,541           | \$ 28,389           | \$ 4,816            | \$ -                | \$ -                | \$ -                 | \$ -                | \$ 60,746            |
| Ricoh - Copiers                     | 6,508               | 7,129               | -                   | -                   | -                   | -                    | -                   | 13,637               |
| Total Capital Leases                | <u>\$ 34,049</u>    | <u>\$ 35,518</u>    | <u>\$ 4,816</u>     | <u>\$ -</u>         | <u>\$ -</u>         | <u>\$ -</u>          | <u>\$ -</u>         | <u>\$ 74,383</u>     |
| <b>Total Principal</b>              | <u>\$ 1,109,049</u> | <u>\$ 2,410,518</u> | <u>\$ 2,589,816</u> | <u>\$ 2,930,000</u> | <u>\$ 3,255,000</u> | <u>\$ 20,005,000</u> | <u>\$ 4,800,000</u> | <u>\$ 37,099,383</u> |
| <b>Interest:</b>                    |                     |                     |                     |                     |                     |                      |                     |                      |
| <b>General Obligation Bonds</b>     |                     |                     |                     |                     |                     |                      |                     |                      |
| Series 2008A                        | \$ 849,919          | \$ -                | \$ -                | \$ -                | \$ -                | \$ -                 | \$ -                | \$ 849,919           |
| Series 2009 Refunding               | 4,700               | -                   | -                   | -                   | -                   | -                    | -                   | 4,700                |
| Series 2012 Refunding               | 130,725             | 260,900             | 259,800             | 258,600             | 257,300             | 1,024,575            | -                   | 2,191,900            |
| Series 2013 Refunding               | 129,681             | 258,012             | 255,262             | 252,462             | 249,612             | 1,015,855            | 79,000              | 2,239,884            |
| Series 2014 Refunding               | 147,941             | 294,631             | 257,906             | 170,731             | 117,119             | 181,059              | -                   | 1,169,387            |
| Series 2015 Refunding               | 133,775             | 237,025             | 206,500             | 206,500             | 155,750             | 52,500               | -                   | 992,050              |
| Total General Obligation Bonds      | <u>\$ 1,396,741</u> | <u>\$ 1,050,568</u> | <u>\$ 979,468</u>   | <u>\$ 888,293</u>   | <u>\$ 779,781</u>   | <u>\$ 2,273,989</u>  | <u>\$ 79,000</u>    | <u>\$ 7,447,840</u>  |
| <b>Capital Leases</b>               |                     |                     |                     |                     |                     |                      |                     |                      |
| Leaf - Copiers and Printer          | \$ 1,439            | \$ 591              | \$ 14               | \$ -                | \$ -                | \$ -                 | \$ -                | \$ 2,044             |
| Ricoh - Copiers                     | 980                 | 359                 | -                   | -                   | -                   | -                    | -                   | 1,339                |
| Total Capital Leases                | <u>\$ 2,419</u>     | <u>\$ 950</u>       | <u>\$ 14</u>        | <u>\$ -</u>         | <u>\$ -</u>         | <u>\$ -</u>          | <u>\$ -</u>         | <u>\$ 3,383</u>      |
| <b>Total Interest</b>               | <u>\$ 1,399,160</u> | <u>\$ 1,051,518</u> | <u>\$ 979,482</u>   | <u>\$ 888,293</u>   | <u>\$ 779,781</u>   | <u>\$ 2,273,989</u>  | <u>\$ 79,000</u>    | <u>\$ 7,451,223</u>  |
| <b>Total Principal and Interest</b> | <u>\$ 2,508,209</u> | <u>\$ 3,462,036</u> | <u>\$ 3,569,298</u> | <u>\$ 3,818,293</u> | <u>\$ 4,034,781</u> | <u>\$ 22,278,989</u> | <u>\$ 4,879,000</u> | <u>\$ 44,550,606</u> |

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**VIII. THER LONG-TERM OBLIGATIONS FROM OPERATIONS**

**A. 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.

**B. Consolidated Omnibus Budget Reconciliation Act (COBRA)**

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.

**C. Paid Leave**

Certified Employees - The District grants each full time teacher twelve paid leave days per year accumulative to ninety days. Half-time teachers will be granted the same number of one-half days of paid leave as full time teachers are granted full days of paid leave. Teachers working other than full time or half-time shall be granted a prorated number of paid leave days. If a teacher is on extended contract they will be granted one additional day of paid leave for each month beyond the regular nine month contract. All leave days per contract year may be used for either personal or paid leave. At the end of each contracted school year, the full-time teacher who has an accumulated paid leave in excess of seventy-eight days shall receive \$75.00 per day for each unused day of paid leave accumulated. At the time of retirement, a teacher shall be compensated for all days of unused accumulated paid leave at the rate of \$75.00 per day. At June 30, 2018 earned but unpaid accumulated leave including the accrued payroll taxes amounted to \$145,150.58.

Classified Employees - The District grants various positions paid leave days at the rate of 1 day per month. Twelve-month employees receive twelve days per year, and other full time employees receive nine days per year. No paid leave days will be paid upon termination or retirement for classified employees.

**D. Vacation**

Classified Employees - The District grants twelve-month employees two weeks paid vacation. Vacation pay is figured on a forty hour week, unless the employee's work week is less than forty hours in which case it will be figured on the average hours worked. After eight or more consecutive years employed by the District, three weeks paid vacation will be granted. No vacation days will be carried forward beyond June 30 of the year following the one in which the vacation days were accrued. No vacation days will be paid upon termination or retirement.

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**E. Early Retirement**

The District provides an early retirement/phase-out option plan to administrators and certified staff. A teacher is eligible for the phase-out option if such employee was employed as a full time teacher in a certified position by the District during the 2017-18 contract year. A certified employee is eligible for early retirement if such employee is not more than the age to receive full social security benefits the year that early retirement benefits would begin, will simultaneously be drawing retirement benefits from KPERS, and meets one of the three sets of requirements listed below:

1. Has twenty or more years of service with the District and has accumulated eighty-five service points as defined by the Kansas Public Employees' Retirement System. The benefits will not exceed six payments.
2. Is fifty-five years of age inclusive on July 1 of the year that early retirement benefits would begin, has at least ten years of experience with the District, and has accumulated eighty-five service points as defined by the Kansas Public Employees' Retirement System. The benefits will not exceed six payments.
3. Is sixty years of age inclusive on July 1 of the year that early retirement benefits would begin, has ten or more years of service with the District and was on contract prior to the 2008-09 school year.

The early retirement benefits paid to an eligible employee are as follows:

1. An eligible employee with twenty or more years of service to the District will receive an annual stipend of \$5,000 through the school year in which he/she qualifies for full social security benefits. Stipend will be deposited in a District provided 403(b) tax-sheltered account. This benefit shall not exceed six annual payments.
2. An eligible employee age fifty-five inclusive with at least fifteen years of service to the District will receive an annual stipend of \$4,000 through the school year in which he/she qualifies for full social security benefits. Stipend will be deposited in a District provided 403(b) tax-sheltered account. This benefit shall not exceed six annual payments.
3. An eligible employee age fifty-five inclusive with at least ten years of service to the District will receive an annual stipend of \$3,000 through the school year in which he/she qualifies for full social security benefits. Stipend will be deposited in a District provided 403(b) tax-sheltered account. This benefit shall not exceed six annual payments. The District recorded expenditures for early retirement benefits of \$325,641 for the year ended June 30, 2018 and \$376,616 for the year ended June 30, 2017.

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**IX. Defined Benefit Pension Plan**

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30<sup>th</sup> was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contribution are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$2,040,515 for the year ended June 30, 2018.

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*Net Pension Liability.*

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$23,761,832. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. 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, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

**X. ACCOUNTS PAYABLE AND ENCUMBRANCES**

As explained previously, the District uses the regulatory basis of accounting for expenditures, which calls for the recognition of encumbrances and accounts payable, without distinction. Both are charged to expenditures as incurred, and are shown as liabilities of each fund. The amounts of those debts on June 30, 2018, are as follows:

| Fund                 | Amount            |
|----------------------|-------------------|
| General Fund         | \$ 69,771         |
| Supplemental General | 634,889           |
| Capital Outlay       | 102,537           |
| Food Service         | 19,962            |
| Migrant 17 - 18      | 3,049             |
| Title I 17 - 18      | 7,501             |
| Head Start           | 79,201            |
| Total                | <u>\$ 916,910</u> |



**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**XI. CAPITAL PROJECTS**

As of 6/30/18, the District has no major capital projects in process.

**XII. INTERFUND TRANSFERS**

The following is a summary of transfers between funds for the year ended June 30, 2018:

| <u>From Fund</u>     | <u>To Fund</u>       | <u>Regulatory Authority</u> | <u>Amount</u>       |
|----------------------|----------------------|-----------------------------|---------------------|
| General              | 4 yr At Risk         | K.S.A 72-6478               | \$ 71,737           |
| General              | At Risk              | K.S.A 72-6478               | 1,092,030           |
| General              | Bilingual Education  | K.S.A 72-6478               | 81,318              |
| General              | Food Service         | K.S.A 72-6478               | 2,264               |
| General              | Special Education    | K.S.A 72-6478               | 3,662,150           |
| General              | Vocational Education | K.S.A 72-6478               | 123,709             |
| General              | Inservice            | K.S.A 72-6478               | 31,827              |
| General              | Contingency Reserve  | K.S.A 72-6478               | 290,330             |
| Supplemental General | 4 yr At Risk         | K.S.A 72-6478               | 92,534              |
| Supplemental General | At Risk              | K.S.A 72-6478               | 2,573,147           |
| Supplemental General | Bilingual Education  | K.S.A 72-6478               | 281,768             |
| Supplemental General | Special Education    | K.S.A 72-6478               | 138,330             |
| Supplemental General | Vocational Education | K.S.A 72-6478               | 316,174             |
| Contingency Reserve  | Supplemental General | K.S.A 72-6478               | 256,750             |
|                      |                      |                             | <u>\$ 9,014,068</u> |

**XIII. UNENCUMBERED CASH BALANCE**

Unencumbered Cash Balances represent the Treasurer's Cash Balances for each fund, less any outstanding Accounts Payable or Encumbrances, at June 30, 2018. Unencumbered Cash Balances on July 1, 2017 were carried forward from the prior year.

**XIV. CONTINGENCIES**

**A. GRANT PROGRAMS**

The District participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. The District believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the District.

**B. RISK MANAGEMENT**

The District is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

disasters. The District has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2017 to 2018 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations, the District is a party to various claims, legal actions and complaints. It is the opinion of the District management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

**XV. COMPARATIVE DATA FOR JUNE 30, 2017**

The amounts shown for June 30, 2017 in the accompanying financial statements are included only to provide a basis for comparison with June 30, 2018, and are not intended to present all information necessary for a fair presentation in accordance with the basis of accounting as described in Note I.C. Certain amounts for June 30, 2017 may have been reclassified to conform with the presentation of similar amounts for June 30, 2018.

**XVI. OTHER INFORMATION**

**A. Reimbursed Expenses**

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

**B. Ad Valorem Tax Revenue**

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20<sup>th</sup> and distributed to the District by January 20<sup>th</sup> to finance a portion of the current year's budget. The second half is due May 10<sup>th</sup> and distributed to the District by June 5<sup>th</sup>. The District Treasurer draws available funds from the County Treasurer at designated times throughout the year.

**C. Use of Estimates**

The preparation of the financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the amounts reported in the financial statement and accompanying notes. Actual results may differ from those estimates.

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**XVII. SUBSEQUENT EVENTS**

The District entered into a technology purchase agreement in September 2018. The agreement is in the amount of \$203,780.

The District was authorized to dispose of two buses as per the EPA Grant in September 2018.

The District entered into an agreement with the City of Arkansas City to Transfer Real Estate in September 2018.

The District entered into an agreement with Heartland Seating to replace the ACHS Auxiliary Gymnasium bleachers in November 2018. The agreement is in the amount of \$48,881.

**REGULATORY-REQUIRED SUPPLEMENTARY  
INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

| <b>Funds</b>                                          | <b>Certified<br/>Budget</b> | <b>Adjustment to<br/>Comply with<br/>Legal Max</b> | <b>Adjustment for<br/>Qualifying<br/>Budget Credits</b> | <b>Total<br/>Budget for<br/>Comparison</b> | <b>Expenditures<br/>Chargeable to<br/>Current Year</b> | <b>Variance -<br/>Over<br/>(Under)</b> |
|-------------------------------------------------------|-----------------------------|----------------------------------------------------|---------------------------------------------------------|--------------------------------------------|--------------------------------------------------------|----------------------------------------|
| <b>General Funds:</b>                                 |                             |                                                    |                                                         |                                            |                                                        |                                        |
| General                                               | \$ 21,163,698               | \$ (1,541,509)                                     | \$ 233,172                                              | \$ 19,855,361                              | \$ 19,855,361                                          | \$ -                                   |
| Supplemental General                                  | 6,700,000                   | (202,257)                                          | -                                                       | 6,497,743                                  | 6,497,743                                              | -                                      |
| <b>Special Purpose Funds:</b>                         |                             |                                                    |                                                         |                                            |                                                        |                                        |
| 4 Year Old At-Risk                                    | 230,000                     | -                                                  | -                                                       | 230,000                                    | 166,011                                                | (63,989)                               |
| At Risk                                               | 4,707,051                   | -                                                  | -                                                       | 4,707,051                                  | 3,665,177                                              | (1,041,874)                            |
| Bilingual Education                                   | 415,000                     | -                                                  | -                                                       | 415,000                                    | 363,086                                                | (51,914)                               |
| Capital Outlay                                        | 1,955,675                   | -                                                  | -                                                       | 1,955,675                                  | 960,879                                                | (994,796)                              |
| Driver Training                                       | 17,952                      | -                                                  | -                                                       | 17,952                                     | 9,945                                                  | (8,007)                                |
| Food Service                                          | 1,818,064                   | -                                                  | -                                                       | 1,818,064                                  | 1,604,092                                              | (213,972)                              |
| Professional Development                              | 87,500                      | -                                                  | -                                                       | 87,500                                     | 35,326                                                 | (52,174)                               |
| Summer School                                         | 33,400                      | -                                                  | -                                                       | 33,400                                     | -                                                      | (33,400)                               |
| Special Education                                     | 4,232,610                   | -                                                  | -                                                       | 4,232,610                                  | 3,905,643                                              | (326,967)                              |
| Vocational Education                                  | 719,544                     | -                                                  | -                                                       | 719,544                                    | 439,883                                                | (279,661)                              |
| KPERS Special Retirement Contribution                 | 2,120,968                   | -                                                  | -                                                       | 2,120,968                                  | 2,040,515                                              | (80,453)                               |
| Arkansas City Recreation Commission                   | 540,000                     | -                                                  | -                                                       | 540,000                                    | 539,069                                                | (931)                                  |
| Arkansas City Recreation Commission Employee Benefits | 172,700                     | -                                                  | -                                                       | 172,700                                    | 172,700                                                | -                                      |
| <b>Bond and Interest Funds:</b>                       |                             |                                                    |                                                         |                                            |                                                        |                                        |
| Bond and Interest                                     | 3,234,138                   | -                                                  | -                                                       | 3,234,138                                  | 3,234,138                                              | -                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

| <b>GENERAL FUND</b>                          |                                  |                      |                      |                                    |
|----------------------------------------------|----------------------------------|----------------------|----------------------|------------------------------------|
|                                              | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b>  |                      | <b>Variance<br/>Over<br/>Under</b> |
|                                              |                                  | <b>Actual</b>        | <b>Budget</b>        |                                    |
| <b>Receipts</b>                              |                                  |                      |                      |                                    |
| Taxes and Shared Revenue:                    |                                  |                      |                      |                                    |
| Interest on Idle Funds                       | \$ -                             | \$ -                 | \$ -                 | \$ -                               |
| Reimbursements                               | 863,316                          | 201,503              | -                    | 201,503                            |
| User Charges and Fines                       | 24,498                           | 31,065               | -                    | 31,065                             |
| State Aid:                                   |                                  |                      |                      |                                    |
| General State Aid                            | 15,975,864                       | 16,856,941           | 18,028,222           | (1,171,281)                        |
| Mineral Production Tax                       | 3,400                            | 3,169                | 1,740                | 1,429                              |
| Supplemental State Aid                       | -                                | -                    | -                    | -                                  |
| Special Education Services Aid               | 2,605,076                        | 2,762,079            | 3,133,736            | (371,657)                          |
| Kpers Aid                                    | 1,321,475                        | -                    | -                    | -                                  |
| Capital Outlay State Aid                     | -                                | -                    | -                    | -                                  |
| Reimbursed Expense                           | -                                | 604                  | -                    | 604                                |
| Federal Aid:                                 |                                  |                      |                      |                                    |
| Federal Grant                                | -                                | -                    | -                    | -                                  |
| Operating Transfer:                          |                                  |                      |                      |                                    |
| Contingency                                  | -                                | -                    | -                    | -                                  |
| Summer School                                | -                                | -                    | -                    | -                                  |
| <b>Total Receipts</b>                        | <b>\$ 20,793,629</b>             | <b>\$ 19,855,361</b> | <b>\$ 21,163,698</b> | <b>\$ (1,308,337)</b>              |
| <b>Expenditures</b>                          |                                  |                      |                      |                                    |
| Instruction:                                 |                                  |                      |                      |                                    |
| Salaries                                     | \$ 5,895,088                     | \$ 6,613,984         | \$ 6,067,906         | \$ 546,078                         |
| Employee benefits                            | 1,514,328                        | 1,502,236            | 1,558,964            | (56,728)                           |
| Other purchased services                     | 68,861                           | 71,086               | 223,000              | (151,914)                          |
| Supplies                                     | 352,363                          | 338,261              | 404,900              | (66,639)                           |
| Equipment                                    | 1,190                            | -                    | 32,505               | (32,505)                           |
| Other                                        | 55,140                           | 40,244               | 63,459               | (23,215)                           |
| Student Support Services:                    |                                  |                      |                      |                                    |
| Salaries                                     | 462,989                          | 472,417              | 424,300              | 48,117                             |
| Employee benefits                            | 43,925                           | 44,472               | 48,000               | (3,528)                            |
| Other purchased services                     | 2,563                            | 2,478                | 40,998               | (38,520)                           |
| Supplies                                     | 8,098                            | 13,361               | 12,367               | 994                                |
| Property                                     | -                                | 700                  | -                    | 700                                |
| Other                                        | -                                | 10,964               | 300                  | 10,664                             |
| Instructional Support Services:              |                                  |                      |                      |                                    |
| Salaries                                     | 844,484                          | 827,398              | 859,842              | (32,444)                           |
| Employee benefits                            | 121,815                          | 121,329              | 142,200              | (20,871)                           |
| Purchased professional and technical service | 2,563                            | 4,385                | 2,888                | 1,497                              |
| Other purchased services                     | 10,083                           | 4,664                | 11,094               | (6,430)                            |
| Supplies                                     | 102,534                          | 143,996              | 124,253              | 19,743                             |
| Property                                     | 251,961                          | 181,048              | 213,000              | (31,952)                           |
| Other                                        | 946                              | 264                  | 1,010                | (746)                              |
| General Administration:                      |                                  |                      |                      |                                    |
| Salaries                                     | 366,654                          | 406,339              | 414,307              | (7,968)                            |
| Employee benefits                            | 40,390                           | 44,299               | 44,932               | (633)                              |
| Purchased professional and technical service | 26,862                           | 27,637               | 33,780               | (6,143)                            |
| Other purchased services                     | 40,663                           | 34,883               | 40,610               | (5,727)                            |
| Supplies                                     | 769                              | 1,212                | 1,100                | 112                                |
| Other                                        | 8,333                            | 18,681               | 90,000               | (71,319)                           |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SUMMARY OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**GENERAL FUND**

|                                             | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b>  |                      | <b>Variance<br/>Over<br/>(Under)</b> |
|---------------------------------------------|----------------------------------|----------------------|----------------------|--------------------------------------|
|                                             |                                  | <b>Actual</b>        | <b>Budget</b>        |                                      |
| <b>Expenditures (continued):</b>            |                                  |                      |                      |                                      |
| School Administration:                      |                                  |                      |                      |                                      |
| Salaries                                    | \$ 1,178,284                     | \$ 1,299,313         | \$ 1,164,289         | \$ 135,024                           |
| Employee benefits                           | 134,807                          | 149,979              | 136,500              | 13,479                               |
| Other purchased services                    | 1,504                            | 1,611                | 10,557               | (8,946)                              |
| Supplies                                    | 58,902                           | 70,060               | 59,861               | 10,199                               |
| Operations and Maintenance:                 |                                  |                      |                      |                                      |
| Salaries                                    | -                                | -                    | -                    | -                                    |
| Purchased property services                 | 537,643                          | 591,961              | 580,756              | 11,205                               |
| Other purchased services                    | 614,371                          | 210,089              | 623,000              | (412,911)                            |
| Supplies                                    | 289,874                          | 244,858              | 325,122              | (80,264)                             |
| Other                                       | 1,710                            | 600                  | 2,000                | (1,400)                              |
| Other Supplemental Services:                |                                  |                      |                      |                                      |
| Salaries                                    | 537,114                          | 652,120              | 580,230              | 71,890                               |
| Employee benefits                           | 111,471                          | 103,202              | 140,300              | (37,098)                             |
| Other purchased services                    | 12,688                           | 17,156               | 2,400                | 14,756                               |
| Supplies                                    | 132,593                          | 169,946              | 156,895              | 13,051                               |
| Other                                       | 22,745                           | 24,892               | 20,120               | 4,772                                |
| Property and Equipment                      | 7,767                            | 37,871               | 6,444                | 31,427                               |
| Community service operations                | -                                | -                    | 44,100               | (44,100)                             |
| Operating Transfers:                        |                                  |                      |                      |                                      |
| Supplemental                                | -                                | -                    | -                    | -                                    |
| 4 yr old At Risk                            | 105,000                          | 71,737               | 120,000              | (48,263)                             |
| At Risk                                     | 1,338,339                        | 1,092,030            | 2,036,551            | (944,521)                            |
| Bilingual Education                         | 104,225                          | 81,318               | 265,000              | (183,682)                            |
| Capital Outlay                              | 230,155                          | -                    | 40,000               | (40,000)                             |
| Drivers Education                           | -                                | -                    | -                    | -                                    |
| Professional Development                    | -                                | 31,827               | -                    | 31,827                               |
| Summer School                               | -                                | -                    | -                    | -                                    |
| Special Education                           | 3,618,705                        | 3,662,150            | 3,445,858            | 216,292                              |
| Vocational Education                        | 114,000                          | 123,709              | 335,000              | (211,291)                            |
| KPERS                                       | 1,321,475                        | -                    | -                    | -                                    |
| Contingency Reserve                         | 107,725                          | 290,330              | 150,000              | 140,330                              |
| Textbook                                    | -                                | -                    | 60,000               | (60,000)                             |
| Food Service                                | 2,264                            | 2,264                | 3,000                | (736)                                |
| Adjustment to Comply with Legal Max         | -                                | -                    | (1,541,509)          | 1,541,509                            |
| <b>Legal General Fund Budget</b>            | <b>\$ 20,805,963</b>             | <b>\$ 19,855,361</b> | <b>\$ 19,622,189</b> | <b>\$ 233,172</b>                    |
| Adjustment for Qualifying<br>Budget Credits | -                                | -                    | 233,172              | (233,172)                            |
| <b>Total Expenditures</b>                   | <b>\$ 20,805,963</b>             | <b>\$ 19,855,361</b> | <b>\$ 19,855,361</b> | <b>\$ -</b>                          |
| <b>Receipts Over (Under) Expenditures</b>   | <b>\$ (12,334)</b>               | <b>\$ -</b>          |                      |                                      |
| <b>Unencumbered Cash, Beginning</b>         | <b>12,334</b>                    | <b>-</b>             |                      |                                      |
| <b>Unencumbered Cash, Ending</b>            | <b>\$ -</b>                      | <b>\$ -</b>          |                      |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**SUPPLEMENTAL GENERAL FUND**

|                                             | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                     | <b>Variance<br/>Over<br/>Under</b> |
|---------------------------------------------|----------------------------------|---------------------|---------------------|------------------------------------|
|                                             | <b>Actual</b>                    | <b>Budget</b>       |                     | <b>(Under)</b>                     |
| <b>Receipts</b>                             |                                  |                     |                     |                                    |
| Taxes and Shared Revenue:                   |                                  |                     |                     |                                    |
| Ad Valorem Tax                              | \$ 1,289,539                     | \$ 1,340,850        | \$ 1,458,051        | \$ (117,201)                       |
| Delinquent Tax                              | 55,826                           | 44,110              | 27,148              | 16,962                             |
| Motor Vehicle Tax                           | 221,043                          | 246,066             | 232,560             | 13,506                             |
| Recreational Vehicle Tax                    | 2,818                            | 2,825               | 6,325               | (3,500)                            |
| In Lieu of Taxes                            | -                                | -                   | -                   | -                                  |
| State Aid:                                  |                                  |                     |                     |                                    |
| Supplemental General State Aid              | 4,587,807                        | 4,535,860           | 4,535,860           | -                                  |
| Reimbursed Expenses                         | -                                | -                   | -                   | -                                  |
| Operating Transfer:                         | -                                | -                   | -                   | -                                  |
| General                                     | -                                | -                   | -                   | -                                  |
| Contingency Reserve                         | -                                | 256,750             | 467,382             | (210,632)                          |
| Reimbursements                              | -                                | -                   | -                   | -                                  |
| <b>Total Receipts</b>                       | <b>\$ 6,157,033</b>              | <b>\$ 6,426,461</b> | <b>\$ 6,727,326</b> | <b>\$ (300,865)</b>                |
| <b>Expenditures</b>                         |                                  |                     |                     |                                    |
| Instruction:                                |                                  |                     |                     |                                    |
| Salaries                                    | \$ -                             | \$ -                | \$ 200,000          | \$ (200,000)                       |
| Supplies                                    | 78,460                           | 181,594             | 81,500              | 100,094                            |
| Property                                    | 52,444                           | 40,990              | 64,900              | (23,910)                           |
| Other                                       | 36,415                           | 33,049              | 41,000              | (7,951)                            |
| Support Services:                           |                                  |                     |                     |                                    |
| Salaries                                    | 1,130,603                        | 1,207,789           | 868,221             | 339,568                            |
| Employee benefits                           | 246,378                          | 228,987             | 249,005             | (20,018)                           |
| Property                                    | 969,175                          | 751,437             | 398,878             | 352,559                            |
| Other purchased services                    | 52,406                           | 58,460              | 52,300              | 6,160                              |
| Supplies                                    | 579,026                          | 593,484             | 544,500             | 48,984                             |
| Repairs and maintenance                     | -                                | -                   | -                   | -                                  |
| Community Service Operations                | -                                | -                   | -                   | -                                  |
| Other                                       | -                                | -                   | 200,606             | (200,606)                          |
| Operating Transfers:                        |                                  |                     |                     |                                    |
| 4 yr old At Risk                            | 110,000                          | 92,534              | 110,000             | (17,466)                           |
| At Risk                                     | 2,103,584                        | 2,573,147           | 2,670,500           | (97,353)                           |
| Bilingual Education                         | 150,392                          | 281,768             | 150,000             | 131,768                            |
| Capital Outlay                              | -                                | -                   | -                   | -                                  |
| Professional Developments                   | -                                | -                   | -                   | -                                  |
| Special Education                           | 390,842                          | 138,330             | 598,590             | (460,260)                          |
| Summer School                               | -                                | -                   | -                   | -                                  |
| Vocational Education                        | 335,275                          | 316,174             | 370,000             | (53,826)                           |
| Contingency Reserve                         | -                                | -                   | -                   | -                                  |
| Textbook                                    | 100,000                          | -                   | 100,000             | (100,000)                          |
| Adjustment to Comply with Legal Max         | -                                | -                   | (202,257)           | 202,257                            |
| <b>Legal Supplement General Fund Budget</b> | <b>\$ 6,335,000</b>              | <b>\$ 6,497,743</b> | <b>\$ 6,497,743</b> | <b>\$ -</b>                        |
| Adjustment for Qualifying                   |                                  |                     |                     |                                    |
| Budget Credits                              | -                                | -                   | -                   | -                                  |
| <b>Total Expenditures</b>                   | <b>\$ 6,335,000</b>              | <b>\$ 6,497,743</b> | <b>\$ 6,497,743</b> | <b>\$ -</b>                        |
| <b>Receipts Over (Under) Expenditures</b>   | <b>\$ (177,967)</b>              | <b>\$ (71,282)</b>  |                     |                                    |
| <b>Unencumbered Cash, Beginning</b>         | <b>249,563</b>                   | <b>71,596</b>       |                     |                                    |
| <b>Unencumbered Cash, Ending</b>            | <b>\$ 71,596</b>                 | <b>\$ 314</b>       |                     |                                    |



**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**4 YEAR OLD AT RISK FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                   | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|-------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>     |                                      |
| <b>Receipts</b>                           |                                  |                     |                   |                                      |
| Transfers from general                    | \$ 105,000                       | \$ 71,737           | \$ 120,000        | \$ (48,263)                          |
| Transfers from supplemental general       | 110,000                          | 92,534              | 110,000           | (17,466)                             |
| Other Revenue                             | -                                | 1,740               | -                 | 1,740                                |
| <b>Total Receipts</b>                     | <u>\$ 215,000</u>                | <u>\$ 166,011</u>   | <u>\$ 230,000</u> | <u>\$ (63,989)</u>                   |
| <b>Expenditures</b>                       |                                  |                     |                   |                                      |
| Instruction:                              |                                  |                     |                   |                                      |
| Salaries                                  | \$ 179,950                       | \$ 134,655          | \$ 201,200        | \$ (66,545)                          |
| Employee benefits                         | 22,026                           | 17,679              | 27,800            | (10,121)                             |
| Supplies                                  | 13,024                           | 11,937              | 1,000             | 10,937                               |
| Property                                  | -                                | -                   | -                 | -                                    |
| Debt Service & Misc                       | -                                | 1,740               | -                 | 1,740                                |
| <b>Total Expenditures</b>                 | <u>\$ 215,000</u>                | <u>\$ 166,011</u>   | <u>\$ 230,000</u> | <u>\$ (63,989)</u>                   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -                             | \$ -                |                   |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>                         | <u>-</u>            |                   |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ -</u>                      | <u>\$ -</u>         |                   |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**AT RISK FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                     | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|---------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>       |                                      |
| <b>Receipts</b>                           |                                  |                     |                     |                                      |
| Transfers from general                    | \$ 1,338,339                     | \$ 1,092,030        | \$ 2,036,551        | \$ (944,521)                         |
| Transfers from supplemental general       | 2,103,584                        | 2,573,147           | 2,670,500           | (97,353)                             |
| Other Revenue                             | -                                | -                   | -                   | -                                    |
| <b>Total Receipts</b>                     | <u>\$ 3,441,923</u>              | <u>\$ 3,665,177</u> | <u>\$ 4,707,051</u> | <u>\$ (1,041,874)</u>                |
| <b>Expenditures</b>                       |                                  |                     |                     |                                      |
| Instruction:                              |                                  |                     |                     |                                      |
| Salaries                                  | \$ 2,948,963                     | \$ 3,191,954        | \$ 3,725,966        | \$ (534,012)                         |
| Employee benefits                         | 397,395                          | 426,746             | 543,646             | (116,900)                            |
| Other purchased services                  | 25,000                           | 570                 | 217,000             | (216,430)                            |
| Supplies                                  | 70,565                           | 45,907              | 155,939             | (110,032)                            |
| Property                                  | -                                | -                   | 43,000              | (43,000)                             |
| Other                                     | -                                | -                   | 21,500              | (21,500)                             |
| <b>Total Expenditures</b>                 | <u>\$ 3,441,923</u>              | <u>\$ 3,665,177</u> | <u>\$ 4,707,051</u> | <u>\$ (1,041,874)</u>                |
| <b>Receipts Over (Under) Expenditures</b> | \$ -                             | \$ -                |                     |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>                         | <u>-</u>            |                     |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ -</u>                      | <u>\$ -</u>         |                     |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**BILINGUAL EDUCATION FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                   | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|-------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>     |                                      |
| <b>Receipts</b>                           |                                  |                     |                   |                                      |
| Transfers from general                    | \$ 104,225                       | \$ 81,318           | \$ 265,000        | \$ (183,682)                         |
| Transfers from supplemental general       | 150,392                          | 281,768             | 150,000           | 131,768                              |
| Other Revenue                             | -                                | -                   | -                 | -                                    |
| <b>Total Receipts</b>                     | <u>\$ 254,617</u>                | <u>\$ 363,086</u>   | <u>\$ 415,000</u> | <u>\$ (51,914)</u>                   |
| <b>Expenditures</b>                       |                                  |                     |                   |                                      |
| Instruction:                              |                                  |                     |                   |                                      |
| Salaries                                  | \$ 223,816                       | \$ 324,327          | \$ 361,088        | \$ (36,761)                          |
| Employee benefits                         | 30,801                           | 37,624              | 32,700            | 4,924                                |
| Supplies                                  | -                                | 1,135               | 21,212            | (20,077)                             |
| <b>Total Expenditures</b>                 | <u>\$ 254,617</u>                | <u>\$ 363,086</u>   | <u>\$ 415,000</u> | <u>\$ (51,914)</u>                   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -                             | \$ -                |                   |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>                         | <u>-</u>            |                   |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ -</u>                      | <u>\$ -</u>         |                   |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**CAPITAL OUTLAY FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                     | <b>Variance<br/>Over<br/>Under</b> |
|-------------------------------------------|----------------------------------|---------------------|---------------------|------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>       |                                    |
| <b>Receipts</b>                           |                                  |                     |                     |                                    |
| Taxes and Shared Revenue:                 |                                  |                     |                     |                                    |
| Ad Valorem Tax                            | \$ 610,922                       | \$ 444,565          | \$ 460,156          | \$ (15,591)                        |
| Delinquent Tax                            | 12,594                           | 14,005              | 13,220              | 785                                |
| Motor Vehicle Tax                         | 69,593                           | 72,808              | 67,989              | 4,819                              |
| Recreational Vehicle Tax                  | 860                              | 862                 | 1,849               | (987)                              |
| Interest on Idle Funds                    | 14,878                           | 16,346              | -                   | 16,346                             |
| Miscellaneous                             | -                                | 119,809             | -                   | 119,809                            |
| State Aid                                 | 422,841                          | 316,554             | 320,841             | (4,287)                            |
| Transfers from General                    | 230,155                          | -                   | 40,000              | (40,000)                           |
| Transfers from Supplement General         | -                                | -                   | -                   | -                                  |
| <b>Total Receipts</b>                     | <b>\$ 1,361,843</b>              | <b>\$ 984,949</b>   | <b>\$ 904,055</b>   | <b>\$ 80,894</b>                   |
| <b>Expenditures</b>                       |                                  |                     |                     |                                    |
| Instructional Support Staff:              |                                  |                     |                     |                                    |
| Property                                  | \$ 37,532.00                     | \$ 263,271          | \$ 355,000          | \$ (91,729)                        |
| Operations & maintenance:                 |                                  |                     |                     |                                    |
| Property                                  | 12,500                           | 21,516              | 40,000              | (18,484)                           |
| Employee benefits                         | -                                | -                   | -                   | -                                  |
| Purchased property services               | -                                | -                   | -                   | -                                  |
| Other support services:                   |                                  |                     |                     |                                    |
| Property                                  | 434,408                          | 592,520             | 519,075             | 73,445                             |
| Student Transportation                    |                                  |                     |                     |                                    |
| Property                                  | 217,096                          | -                   | 175,000             | (175,000)                          |
| Facility acquisition & construction:      |                                  |                     |                     |                                    |
| Land improvement services                 | 126,184                          | 30,308              | 220,000             | (189,692)                          |
| Site improvement                          | 358,164                          | 53,264              | 442,000             | (388,736)                          |
| Salary                                    | -                                | -                   | -                   | -                                  |
| Other purchased services                  | -                                | -                   | 204,600             | (204,600)                          |
| <b>Total Expenditures</b>                 | <b>\$ 1,185,884</b>              | <b>\$ 960,879</b>   | <b>\$ 1,955,675</b> | <b>\$ (994,796)</b>                |
| <b>Receipts Over (Under) Expenditures</b> | <b>\$ 175,959</b>                | <b>\$ 24,070</b>    |                     |                                    |
| <b>Unencumbered Cash, Beginning</b>       | <b>1,389,560</b>                 | <b>1,565,519</b>    |                     |                                    |
| <b>Unencumbered Cash, Ending</b>          | <b>\$ 1,565,519</b>              | <b>\$ 1,589,589</b> |                     |                                    |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**DRIVER TRAINING FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                  | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>    |                                      |
| <b>Receipts</b>                           |                                  |                     |                  |                                      |
| Other sources:                            |                                  |                     |                  |                                      |
| Summer school fees                        | \$ 4,920                         | \$ 360              | \$ -             | \$ 360                               |
| State Sources:                            |                                  |                     |                  |                                      |
| State Safety Aid                          | 4,352                            | 9,424               | 4,900            | 4,524                                |
| Transfers from General                    | -                                | -                   | -                | -                                    |
| <b>Total Receipts</b>                     | <u>\$ 9,272</u>                  | <u>\$ 9,784</u>     | <u>\$ 4,900</u>  | <u>\$ 4,884</u>                      |
| <b>Expenditures</b>                       |                                  |                     |                  |                                      |
| Instruction:                              |                                  |                     |                  |                                      |
| Salaries                                  | \$ 5,925                         | \$ 8,488            | \$ 16,238        | \$ (7,750)                           |
| Employee benefits                         | 458                              | 672                 | 720              | (48)                                 |
| Purchased Services                        | -                                | -                   | 350              | (350)                                |
| Supplies                                  | 294                              | 292                 | 200              | 92                                   |
| Property                                  | -                                | -                   | -                | -                                    |
| Other                                     | -                                | 120                 | -                | 120                                  |
| Support Services:                         |                                  |                     |                  |                                      |
| Supplies                                  | -                                | -                   | -                | -                                    |
| Other expenses                            | -                                | -                   | -                | -                                    |
| Operations and Maintenance:               |                                  |                     |                  |                                      |
| Insurance                                 | -                                | -                   | -                | -                                    |
| Motor Fuel                                | 370                              | 373                 | 444              | (71)                                 |
| Other expenses                            | -                                | -                   | -                | -                                    |
| Operating Transfers:                      |                                  |                     |                  |                                      |
| General                                   | -                                | -                   | -                | -                                    |
| <b>Total Expenditures</b>                 | <u>\$ 7,047</u>                  | <u>\$ 9,945</u>     | <u>\$ 17,952</u> | <u>\$ (8,007)</u>                    |
| <b>Receipts Over (Under) Expenditures</b> | \$ 2,225                         | \$ (161)            |                  |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>22,918</u>                    | <u>25,143</u>       |                  |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ 25,143</u>                 | <u>\$ 24,982</u>    |                  |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**FOOD SERVICE FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                     | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|---------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>       |                                      |
| <b>Receipts</b>                           |                                  |                     |                     |                                      |
| Local Sources - Food Service:             |                                  |                     |                     |                                      |
| Lunch & breakfast receipts                | \$ 292,280                       | \$ 295,421          | \$ 424,449          | \$ (129,028)                         |
| Miscellaneous                             | 18,439                           | 18,381              | 11,000              | 7,381                                |
| State Aid:                                |                                  |                     |                     |                                      |
| School Food Assistance                    | 15,432                           | 15,169              | 14,600              | 569                                  |
| Federal Aid:                              |                                  |                     |                     |                                      |
| Federal Grants                            | 1,285,222                        | 1,324,454           | 1,106,775           | 217,679                              |
| Transfers from general                    | 2,264                            | 2,264               | 3,000               | (736)                                |
| Transfers from supplemental general       | -                                | -                   | -                   | -                                    |
| <b>Total Receipts</b>                     | <b>\$ 1,613,637</b>              | <b>\$ 1,655,689</b> | <b>\$ 1,559,824</b> | <b>\$ 95,865</b>                     |
| <b>Expenditures</b>                       |                                  |                     |                     |                                      |
| Operations and Maintenance:               |                                  |                     |                     |                                      |
| Other purchased services                  | \$ 4,417                         | \$ 5,397            | \$ 61,060           | \$ (55,663)                          |
| Property                                  | -                                | -                   | 52,000              | (52,000)                             |
| Supplies                                  | -                                | -                   | -                   | -                                    |
| Other                                     | -                                | 1,940               | -                   | 1,940                                |
| Food Service Operation:                   |                                  |                     |                     |                                      |
| Salaries                                  | 200,999                          | 186,265             | 250,000             | (63,735)                             |
| Employee Benefits                         | 26,873                           | 23,171              | 33,555              | (10,384)                             |
| Other purchased services                  | 4,018                            | 5,027               | 4,300               | 727                                  |
| Supplies                                  | 12,857                           | 3,763               | 3,700               | 63                                   |
| Property                                  | 84,898                           | 86,705              | 120,000             | (33,295)                             |
| Food Service Management                   | 1,233,004                        | 1,217,772           | 1,269,994           | (52,222)                             |
| Other                                     | 9,263                            | 74,052              | 23,455              | 50,597                               |
| <b>Total Expenditures</b>                 | <b>\$ 1,576,329</b>              | <b>\$ 1,604,092</b> | <b>\$ 1,818,064</b> | <b>\$ (213,972)</b>                  |
| <b>Receipts Over (Under) Expenditures</b> | <b>\$ 37,308</b>                 | <b>\$ 51,597</b>    |                     |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <b>400,707</b>                   | <b>438,015</b>      |                     |                                      |
| <b>Unencumbered Cash, Ending</b>          | <b>\$ 438,015</b>                | <b>\$ 489,612</b>   |                     |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**PROFESSIONAL DEVELOPMENT FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                  | <b>Variance<br/>Over<br/>Under</b> |
|-------------------------------------------|----------------------------------|---------------------|------------------|------------------------------------|
|                                           | <b>Actual</b>                    | <b>Budget</b>       |                  |                                    |
| <b>Receipts</b>                           |                                  |                     |                  |                                    |
| State sources:                            |                                  |                     |                  |                                    |
| Inservice aid                             | \$ -                             | \$ -                | \$ -             | \$ -                               |
| Reimbursed expense                        | -                                | -                   | -                | -                                  |
| Other Sources:                            |                                  |                     |                  |                                    |
| Transfers from general                    | -                                | 31,827              | -                | 31,827                             |
| Transfers from supplemental general       | -                                | -                   | -                | -                                  |
| <b>Total Receipts</b>                     | <b>\$ -</b>                      | <b>\$ 31,827</b>    | <b>\$ -</b>      | <b>\$ 31,827</b>                   |
| <b>Expenditures</b>                       |                                  |                     |                  |                                    |
| Instructional Support Services:           |                                  |                     |                  |                                    |
| Salaries                                  | \$ -                             | \$ -                | \$ 200           | \$ (200)                           |
| Employee benefits                         | 0                                | -                   | 8,800            | (8,800)                            |
| Other purchased services                  | 6,229                            | 35,279              | 47,500           | (12,221)                           |
| Other                                     | -                                | 47                  | 31,000           | (30,953)                           |
| Operating Transfers:                      |                                  |                     |                  |                                    |
| General                                   | -                                | -                   | -                | -                                  |
| <b>Total Expenditures</b>                 | <b>\$ 6,229</b>                  | <b>\$ 35,326</b>    | <b>\$ 87,500</b> | <b>\$ (52,174)</b>                 |
| <b>Receipts Over (Under) Expenditures</b> | <b>\$ (6,229)</b>                | <b>\$ (3,499)</b>   |                  |                                    |
| <b>Unencumbered Cash, Beginning</b>       | <b>95,000</b>                    | <b>88,771</b>       |                  |                                    |
| <b>Unencumbered Cash, Ending</b>          | <b>\$ 88,771</b>                 | <b>\$ 85,272</b>    |                  |                                    |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**SUMMER SCHOOL FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                  | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>    |                                      |
| <b>Receipts</b>                           |                                  |                     |                  |                                      |
| Transfers from supplemental general       | \$ -                             | \$ -                | \$ -             | \$ -                                 |
| Transfers from general                    | -                                | -                   | -                | -                                    |
| <b>Total Receipts</b>                     | <u>\$ -</u>                      | <u>\$ -</u>         | <u>\$ -</u>      | <u>\$ -</u>                          |
| <b>Expenditures</b>                       |                                  |                     |                  |                                      |
| Instruction:                              |                                  |                     |                  |                                      |
| Salaries                                  | \$ 2,700                         | \$ -                | \$ 33,000        | \$ (33,000)                          |
| Employee benefits                         | 232                              | -                   | 400              | (400)                                |
| Other                                     | -                                | -                   | -                | -                                    |
| Operating Transfers:                      |                                  |                     |                  |                                      |
| General                                   | -                                | -                   | -                | -                                    |
| <b>Total Expenditures</b>                 | <u>\$ 2,932</u>                  | <u>\$ -</u>         | <u>\$ 33,400</u> | <u>\$ (33,400)</u>                   |
| <b>Receipts Over (Under) Expenditures</b> | \$ (2,932)                       | \$ -                |                  |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>60,000</u>                    | <u>57,068</u>       |                  |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ 57,068</u>                 | <u>\$ 57,068</u>    |                  |                                      |



**UNIFIED SCHOOL DISTRICT NO. 470**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**SPECIAL EDUCATION FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                     | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|---------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>       |                                      |
| <b>Receipts</b>                           |                                  |                     |                     |                                      |
| Other Sources:                            |                                  |                     |                     |                                      |
| Miscellaneous                             | \$ -                             | \$ 18,181           | \$ -                | \$ 18,181                            |
| Transfers from general                    | 3,618,705                        | 3,662,150           | 3,445,858           | 216,292                              |
| Transfers from supplemental general       | 390,842                          | 138,330             | 598,590             | (460,260)                            |
| Transfers from contingency                | -                                | -                   | -                   | -                                    |
| <b>Total Receipts</b>                     | <b>\$ 4,009,547</b>              | <b>\$ 3,818,661</b> | <b>\$ 4,044,448</b> | <b>\$ (225,787)</b>                  |
| <b>Expenditures</b>                       |                                  |                     |                     |                                      |
| Instruction:                              |                                  |                     |                     |                                      |
| Employee benefits                         | \$ -                             | \$ -                | \$ -                | \$ -                                 |
| Other purchased services                  | 3,700,973                        | 3,831,132           | 4,006,810           | (175,678)                            |
| Equipment                                 | -                                | -                   | -                   | -                                    |
| Other                                     | -                                | -                   | 2,200               | (2,200)                              |
| Vehicle operating services:               |                                  |                     |                     |                                      |
| Salaries                                  | 137,278                          | 52,188              | 180,000             | (127,812)                            |
| Employee benefits                         | 20,139                           | 5,934               | 22,400              | (16,466)                             |
| Other purchased services                  | 10,843                           | 16,389              | 15,700              | 689                                  |
| Supplies                                  | 176                              | -                   | 5,500               | (5,500)                              |
| Transfers to general                      | -                                | -                   | -                   | -                                    |
| <b>Total Expenditures</b>                 | <b>\$ 3,869,409</b>              | <b>\$ 3,905,643</b> | <b>\$ 4,232,610</b> | <b>\$ (326,967)</b>                  |
| <b>Receipts Over (Under) Expenditures</b> | <b>\$ 140,138</b>                | <b>\$ (86,982)</b>  |                     |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <b>360,047</b>                   | <b>500,185</b>      |                     |                                      |
| <b>Unencumbered Cash, Ending</b>          | <b>\$ 500,185</b>                | <b>\$ 413,203</b>   |                     |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**VOCATIONAL EDUCATION FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                   | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|-------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>     |                                      |
| <b>Receipts</b>                           |                                  |                     |                   |                                      |
| State Aid                                 | \$ -                             | \$ -                | \$ -              | \$ -                                 |
| Other Sources:                            |                                  |                     |                   |                                      |
| Transfers from general                    | 114,000                          | 123,709             | 335,000           | (211,291)                            |
| Transfers from supplemental general       | 335,275                          | 316,174             | 370,000           | (53,826)                             |
| <b>Total Receipts</b>                     | <u>\$ 449,275</u>                | <u>\$ 439,883</u>   | <u>\$ 705,000</u> | <u>\$ (265,117)</u>                  |
| <b>Expenditures</b>                       |                                  |                     |                   |                                      |
| Instruction:                              |                                  |                     |                   |                                      |
| Salaries                                  | \$ 403,538                       | \$ 403,672          | \$ 634,844        | \$ (231,172)                         |
| Employee benefits                         | 35,737                           | 35,511              | 36,400            | (889)                                |
| Other purchased services                  | -                                | 700                 | 8,300             | (7,600)                              |
| Supplies                                  | -                                | -                   | -                 | -                                    |
| Property                                  | -                                | -                   | 40,000            | (40,000)                             |
| Operating Transfers:                      |                                  |                     |                   |                                      |
| General                                   | -                                | -                   | -                 | -                                    |
| <b>Total Expenditures</b>                 | <u>\$ 439,275</u>                | <u>\$ 439,883</u>   | <u>\$ 719,544</u> | <u>\$ (279,661)</u>                  |
| <b>Receipts Over (Under) Expenditures</b> | \$ 10,000                        | \$ -                |                   |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>50,000</u>                    | <u>60,000</u>       |                   |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ 60,000</u>                 | <u>\$ 60,000</u>    |                   |                                      |

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**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**KPERS SPECIAL RETIREMENT CONTRIBUTION FUND**

|                                           | Prior<br>Year<br>Actual | Current Year        |                     | Variance<br>Over<br>Under |
|-------------------------------------------|-------------------------|---------------------|---------------------|---------------------------|
|                                           |                         | Actual              | Budget              |                           |
| <b>Receipts</b>                           |                         |                     |                     |                           |
| KPERS                                     | \$ -                    | \$ 2,040,515        | \$ 2,120,968        | \$ (80,453)               |
| Transfers from general                    | 1,321,475               | -                   | -                   | -                         |
| <b>Total Receipts</b>                     | <u>\$ 1,321,475</u>     | <u>\$ 2,040,515</u> | <u>\$ 2,120,968</u> | <u>\$ (80,453)</u>        |
| <b>Expenditures</b>                       |                         |                     |                     |                           |
| Employee benefits:                        |                         |                     |                     |                           |
| Instruction                               | \$ 887,142              | \$ 1,341,173        | \$ 1,437,172        | \$ (95,999)               |
| Student support                           | 61,918                  | 92,792              | 90,307              | 2,485                     |
| Instructional support                     | 71,081                  | 121,143             | 105,330             | 15,813                    |
| General administration                    | 33,658                  | 59,185              | 54,526              | 4,659                     |
| School administration                     | 92,527                  | 158,056             | 149,893             | 8,163                     |
| Other supplemental                        | 6,396                   | 10,958              | 10,360              | 598                       |
| Operations and Maintenance                | 86,776                  | 153,269             | 140,577             | 12,692                    |
| Student transportation                    | 63,521                  | 81,505              | 102,904             | (21,399)                  |
| Food service                              | 18,456                  | 22,434              | 29,899              | (7,465)                   |
| <b>Total Expenditures</b>                 | <u>\$ 1,321,475</u>     | <u>\$ 2,040,515</u> | <u>\$ 2,120,968</u> | <u>\$ (80,453)</u>        |
| <b>Receipts Over (Under) Expenditures</b> | \$ -                    | \$ -                |                     |                           |
| <b>Unencumbered Cash, Beginning</b>       | -                       | -                   |                     |                           |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ -</u>             | <u>\$ -</u>         |                     |                           |

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**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**ARKANSAS CITY RECREATION COMMISSION FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                   | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|-------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>     |                                      |
| <b>Receipts</b>                           |                                  |                     |                   |                                      |
| Taxes and Shared Revenue:                 |                                  |                     |                   |                                      |
| Ad Valorem Tax                            | \$ 416,593                       | \$ 437,741          | \$ 451,045        | \$ (13,304)                          |
| Delinquent Tax                            | 14,419                           | 12,775              | 8,907             | 3,868                                |
| Other Revenue                             | -                                | -                   | -                 | -                                    |
| Motor Vehicle Tax                         | 66,243                           | 65,943              | 61,633            | 4,310                                |
| Recreational Vehicle Tax                  | 816                              | 745                 | 1,677             | (932)                                |
| <b>Total Receipts</b>                     | <u>\$ 498,071</u>                | <u>\$ 517,204</u>   | <u>\$ 523,262</u> | <u>\$ (6,058)</u>                    |
| <b>Expenditures</b>                       |                                  |                     |                   |                                      |
| Operation of non-instructional services:  |                                  |                     |                   |                                      |
| Community Service Operations              | \$ 508,000                       | \$ 539,069          | \$ 540,000        | \$ (931)                             |
| <b>Total Expenditures</b>                 | <u>\$ 508,000</u>                | <u>\$ 539,069</u>   | <u>\$ 540,000</u> | <u>\$ (931)</u>                      |
| <b>Receipts Over (Under) Expenditures</b> | \$ (9,929)                       | \$ (21,865)         |                   |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>31,794</u>                    | <u>21,865</u>       |                   |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ 21,865</u>                 | <u>\$ -</u>         |                   |                                      |

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**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**ARKANSAS CITY RECREATION COMMISSION EMPLOYEE BENEFITS FUND**

|                                           | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                   | <b>Variance<br/>Over<br/>(Under)</b> |
|-------------------------------------------|----------------------------------|---------------------|-------------------|--------------------------------------|
|                                           |                                  | <b>Actual</b>       | <b>Budget</b>     |                                      |
| <b>Receipts</b>                           |                                  |                     |                   |                                      |
| Taxes and Shared Revenue:                 |                                  |                     |                   |                                      |
| Ad Valorem Tax                            | \$ 160,248                       | \$ 141,856          | \$ 145,985        | \$ (4,129)                           |
| Delinquent Tax                            | 5,167                            | 4,699               | 3,430             | 1,269                                |
| Other Revenue                             | -                                | -                   | -                 | -                                    |
| Motor Vehicle Tax                         | 22,852                           | 24,537              | 22,967            | 1,570                                |
| Recreational Vehicle Tax                  | 282                              | 277                 | 625               | (348)                                |
| <b>Total Receipts</b>                     | <u>\$ 188,549</u>                | <u>\$ 171,369</u>   | <u>\$ 173,007</u> | <u>\$ (1,638)</u>                    |
| <b>Expenditures</b>                       |                                  |                     |                   |                                      |
| Operation of non-instructional services:  |                                  |                     |                   |                                      |
| Community Service Operations              | \$ 189,605                       | \$ 172,700          | \$ 172,700        | \$ -                                 |
| <b>Total Expenditures</b>                 | <u>\$ 189,605</u>                | <u>\$ 172,700</u>   | <u>\$ 172,700</u> | <u>\$ -</u>                          |
| <b>Receipts Over (Under) Expenditures</b> | \$ (1,056)                       | \$ (1,331)          |                   |                                      |
| <b>Unencumbered Cash, Beginning</b>       | <u>12,779</u>                    | <u>11,723</u>       |                   |                                      |
| <b>Unencumbered Cash, Ending</b>          | <u>\$ 11,723</u>                 | <u>\$ 10,392</u>    |                   |                                      |

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(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**CONTINGENCY RESERVE FUND**

|                                           | <u>2017</u>              | <u>2018</u>              |
|-------------------------------------------|--------------------------|--------------------------|
| <b>Receipts</b>                           |                          |                          |
| Transfer from General                     | \$ 107,725               | \$ 290,330               |
| Transfer from Supplemental                | -                        | -                        |
| <b>Total Receipts</b>                     | <u>\$ 107,725</u>        | <u>\$ 290,330</u>        |
| <b>Expenditures</b>                       |                          |                          |
| Miscellaneous (Rounding)                  | \$ -                     | \$ -                     |
| Transfer to general                       | -                        | -                        |
| Transfer to supplemental general          | -                        | 256,750                  |
| Transfer to special education             | -                        | -                        |
| <b>Total Expenditures</b>                 | <u>\$ -</u>              | <u>\$ 256,750</u>        |
| <b>Receipts Over (Under) Expenditures</b> | \$ 107,725               | \$ 33,580                |
| <b>Unencumbered Cash, Beginning</b>       | <u>359,657</u>           | <u>467,382</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ 467,382</u></u> | <u><u>\$ 500,962</u></u> |

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(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**TEXTBOOK AND STUDENT MATERIALS REVOLVING FUND**

|                                           | <u>2017</u>              | <u>2018</u>              |
|-------------------------------------------|--------------------------|--------------------------|
| <b>Receipts</b>                           |                          |                          |
| Local sources:                            |                          |                          |
| Student Fees                              | \$ 25,427                | \$ 41,116                |
| Transfer from Supplemental General        | 100,000                  | -                        |
| Transfer from General                     | -                        | -                        |
| <b>Total Receipts</b>                     | <u>\$ 125,427</u>        | <u>\$ 41,116</u>         |
| <b>Expenditures</b>                       |                          |                          |
| Instruction:                              |                          |                          |
| Supplies                                  | \$ 23,822                | \$ 54,904                |
| <b>Total Expenditures</b>                 | <u>\$ 23,822</u>         | <u>\$ 54,904</u>         |
| <b>Receipts Over (Under) Expenditures</b> | \$ 101,605               | \$ (13,788)              |
| <b>Unencumbered Cash, Beginning</b>       | <u>283,339</u>           | <u>384,944</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ 384,944</u></u> | <u><u>\$ 371,156</u></u> |

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**COUNTY ALCOHOL TAX FUND**

|                                           | <u>2017</u>          | <u>2018</u>        |
|-------------------------------------------|----------------------|--------------------|
| <b>Receipts</b>                           |                      |                    |
| Local Sources:                            |                      |                    |
| Liquor tax                                | \$ -                 | \$ -               |
| <b>Total Receipts</b>                     | <u>\$ -</u>          | <u>\$ -</u>        |
| <b>Expenditures</b>                       |                      |                    |
| Instruction:                              |                      |                    |
| Purchased professional technical services | \$ -                 | \$ -               |
| Other purchased services                  | -                    | -                  |
| Supplies                                  | -                    | -                  |
| Other                                     | 925                  | 392                |
| <b>Total Expenditures</b>                 | <u>\$ 925</u>        | <u>\$ 392</u>      |
| <b>Receipts Over (Under) Expenditures</b> | \$ (925)             | \$ (392)           |
| <b>Unencumbered Cash, Beginning</b>       | <u>1,317</u>         | <u>392</u>         |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ 392</u></u> | <u><u>\$ -</u></u> |



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**TITLE I - GRANT FUND**

|                                               | <u>2017</u>        | <u>2018</u>        |
|-----------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                               |                    |                    |
| Federal Sources:                              |                    |                    |
| Title I - Grants to Local                     |                    |                    |
| Educational Agencies                          | \$ 740,195         | \$ 741,194         |
| <b>Total Receipts</b>                         | <u>\$ 740,195</u>  | <u>\$ 741,194</u>  |
| <b>Expenditures</b>                           |                    |                    |
| Instruction:                                  |                    |                    |
| Salaries                                      | \$ 523,059         | \$ 516,876         |
| Employee benefits                             | 59,184             | 48,245             |
| Purchased professional and technical services | -                  | -                  |
| Other purchased services                      | 3,512              | 4,421              |
| Supplies                                      | 50,382             | 55,388             |
| Other                                         | -                  | -                  |
| Property                                      | -                  | -                  |
| Debt Service & Miscellaneous                  | 2,458              | -                  |
| Support Services:                             |                    |                    |
| Salaries                                      | 87,660             | 94,924             |
| Employee benefits                             | 9,769              | 10,414             |
| Supplies                                      | -                  | 3,390              |
| Other                                         | 4,171              | 7,536              |
| Debt Service & Miscellaneous                  | -                  | -                  |
| <b>Total Expenditures</b>                     | <u>\$ 740,195</u>  | <u>\$ 741,194</u>  |
| <b>Receipts Over (Under) Expenditures</b>     | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>           | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>              | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

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(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**CARL PERKINS FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal sources:                          |                    |                    |
| Federal Grants                            | \$ 26,913          | \$ 30,511          |
| <b>Total Receipts</b>                     | <u>\$ 26,913</u>   | <u>\$ 30,511</u>   |
| <b>Expenditures</b>                       |                    |                    |
| Instruction:                              |                    |                    |
| Salaries                                  | \$ 988             | \$ -               |
| Employee benefits                         | 75                 | -                  |
| Other purchased services                  | 4,718              | 4,116              |
| Supplies                                  | 13,326             | 18,493             |
| Equipment                                 | -                  | -                  |
| Student Support Services:                 |                    |                    |
| Salaries                                  | 6,000              | 6,000              |
| Employee benefits                         | 460                | 460                |
| Supplies                                  | -                  | -                  |
| Other                                     | -                  | -                  |
| General administration:                   |                    |                    |
| Salaries                                  | 1,250              | 1,340              |
| Employee benefits                         | 96                 | 102                |
| <b>Total Expenditures</b>                 | <u>\$ 26,913</u>   | <u>\$ 30,511</u>   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

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**TITLE I - MIGRANT FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Program revenue                           | \$ 55,500          | \$ 60,000          |
| <b>Total Receipts</b>                     | <u>\$ 55,500</u>   | <u>\$ 60,000</u>   |
| <b>Expenditures</b>                       |                    |                    |
| Instruction:                              |                    |                    |
| Salaries                                  | \$ 45,505          | \$ 48,353          |
| Employee benefits                         | 3,458              | 3,623              |
| Other purchased services                  | 605                | 475                |
| Supplies                                  | 2,702              | 4,319              |
| Support Services:                         |                    |                    |
| Other purchased services                  | 3,000              | -                  |
| Property                                  | 230                | -                  |
| General administration:                   |                    |                    |
| Salaries                                  | -                  | 3,000              |
| Employee benefits                         | -                  | 230                |
| <b>Total Expenditures</b>                 | <u>\$ 55,500</u>   | <u>\$ 60,000</u>   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

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**TITLE III - ENGLISH LANGUAGE FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Program revenue                           | \$ 33,106          | \$ 35,197          |
| Reimbursed expenses                       | -                  | -                  |
| <b>Total Receipts</b>                     | <u>\$ 33,106</u>   | <u>\$ 35,197</u>   |
| <b>Expenditures</b>                       |                    |                    |
| Instruction:                              |                    |                    |
| Salaries                                  | \$ 29,850          | \$ 29,075          |
| Employee benefits                         | 2,295              | 2,219              |
| Other purchased services                  | 961                | 1,200              |
| Supplies                                  | -                  | 2,703              |
| Equipment                                 | -                  | -                  |
| <b>Total Expenditures</b>                 | <u>\$ 33,106</u>   | <u>\$ 35,197</u>   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

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**21ST CENTURY FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Program revenue                           | \$ 100,000         | \$ -               |
| Other Sources                             | -                  | -                  |
| <b>Total Receipts</b>                     | <u>\$ 100,000</u>  | <u>\$ -</u>        |
| <b>Expenditures</b>                       |                    |                    |
| Support services:                         |                    |                    |
| Salaries                                  | \$ 88,730          | \$ -               |
| Employee benefits                         | 6,470              | -                  |
| Purchased Services                        | 4,800              | -                  |
| Supplies                                  | -                  | -                  |
| Equipment                                 | -                  | -                  |
| <b>Total Expenditures</b>                 | <u>\$ 100,000</u>  | <u>\$ -</u>        |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

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**TITLE VII - NATIVE AMERICANS FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Federal grant                             | \$ 35,219          | \$ -               |
| Other Sources                             | -                  | -                  |
| <b>Total Receipts</b>                     | <u>\$ 35,219</u>   | <u>\$ -</u>        |
| <b>Expenditures</b>                       |                    |                    |
| Support Services:                         |                    |                    |
| Salaries                                  | \$ 27,378          | \$ -               |
| Employee benefits                         | 7,841              | -                  |
| Supplies                                  | -                  | -                  |
| Other                                     | -                  | -                  |
| <b>Total Expenditures</b>                 | <u>\$ 35,219</u>   | <u>\$ -</u>        |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

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**HEAD START FUND**

|                                           | <u>2017</u>          | <u>2018</u>               |
|-------------------------------------------|----------------------|---------------------------|
| <b>Receipts</b>                           |                      |                           |
| Federal sources:                          |                      |                           |
| Program revenue - Federal                 | \$ 1,190,514         | \$ 1,237,886              |
| Child nutrition aid - Federal             | 32,583               | 21,542                    |
| Other                                     | 100                  | 300                       |
| <b>Total Receipts</b>                     | <u>\$ 1,223,197</u>  | <u>\$ 1,259,728</u>       |
| <b>Expenditures</b>                       |                      |                           |
| Instruction:                              |                      |                           |
| Salaries                                  | \$ 398,554           | \$ 518,537                |
| Employee benefits                         | 96,124               | 113,959                   |
| Supplies                                  | 47,894               | 120,794                   |
| Other                                     | 147,576              | 13,587                    |
| Property                                  | -                    | -                         |
| Student Support Services:                 |                      |                           |
| Salaries                                  | 342,558              | 351,946                   |
| Employee benefits                         | 78,344               | 87,414                    |
| Other purchased services                  | 28,307               | 37,464                    |
| Supplies                                  | 29,484               | 60,291                    |
| Property                                  | -                    | -                         |
| Other.                                    | -                    | -                         |
| Food Services:                            |                      |                           |
| Salaries                                  | 12,987               | -                         |
| Employee benefits                         | 1,311                | 67                        |
| Food and milk                             | 39,290               | 30,494                    |
| Supplies                                  | 768                  | 465                       |
| Property                                  | -                    | -                         |
| <b>Total Expenditures</b>                 | <u>\$ 1,223,197</u>  | <u>\$ 1,335,018</u>       |
| <b>Receipts Over (Under) Expenditures</b> | \$ -                 | \$ (75,290)               |
| <b>Unencumbered Cash, Beginning</b>       | <u>250</u>           | <u>250</u>                |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ 250</u></u> | <u><u>\$ (75,040)</u></u> |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**TITLE II(A) TEACHER QUALITY FUND**

|                                           | <u><b>2017</b></u> | <u><b>2018</b></u> |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Program revenue                           | \$ 139,084         | \$ 124,281         |
| <b>Total Receipts</b>                     | <u>\$ 139,084</u>  | <u>\$ 124,281</u>  |
| <b>Expenditures</b>                       |                    |                    |
| Instruction:                              |                    |                    |
| Salaries                                  | \$ 28,000          | \$ 47,557          |
| Employee benefits                         | 2,142              | 3,636              |
| Other purchased services                  | 87,837             | 64,138             |
| Supplies                                  | 21,105             | 8,950              |
| Other                                     | -                  | -                  |
| <b>Total Expenditures</b>                 | <u>\$ 139,084</u>  | <u>\$ 124,281</u>  |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |



**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**TITLE IV(A)**

|                                           | <u><b>2017</b></u> | <u><b>2018</b></u> |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Program revenue                           | \$ -               | \$ 20,033          |
| <b>Total Receipts</b>                     | <u>\$ -</u>        | <u>\$ 20,033</u>   |
| <b>Expenditures</b>                       |                    |                    |
| Instruction:                              |                    |                    |
| Salaries                                  | \$ -               | \$ -               |
| Employee benefits                         | -                  | -                  |
| Other purchased services                  | -                  | 1,154              |
| Supplies                                  | -                  | -                  |
| Other                                     | -                  | 18,879             |
| <b>Total Expenditures</b>                 | <u>\$ -</u>        | <u>\$ 20,033</u>   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**RURAL SCHOOLS FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Other source:                             |                    |                    |
| Program Revenue                           | \$ 43,125          | \$ 38,372          |
| <b>Total Receipts</b>                     | <u>\$ 43,125</u>   | <u>\$ 38,372</u>   |
| <b>Expenditures</b>                       |                    |                    |
| Instruction:                              |                    |                    |
| Purchased Services                        | \$ -               | \$ -               |
| Supplies                                  | 43,125             | 38,372             |
| Property                                  | -                  | -                  |
| <b>Total Expenditures</b>                 | <u>\$ 43,125</u>   | <u>\$ 38,372</u>   |
| <b>Receipts Over (Under) Expenditures</b> | \$ -               | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>-</u>           | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**BOND AND INTEREST FUND**

|                                             | <b>Prior<br/>Year<br/>Actual</b> | <b>Current Year</b> |                     | <b>Variance<br/>Over<br/>(Under)</b> |
|---------------------------------------------|----------------------------------|---------------------|---------------------|--------------------------------------|
|                                             |                                  | <b>Actual</b>       | <b>Budget</b>       |                                      |
| <b>Receipts</b>                             |                                  |                     |                     |                                      |
| Taxes and Shared Revenue:                   |                                  |                     |                     |                                      |
| Ad Valorem Tax                              | \$ 1,325,502                     | \$ 1,460,778        | \$ 1,495,892        | \$ (35,114)                          |
| Delinquent Tax                              | 41,135                           | 38,336              | 28,360              | 9,976                                |
| Motor Vehicle Tax                           | 171,868                          | 202,520             | 189,672             | 12,848                               |
| Recreational Vehicle Tax                    | 2,139                            | 2,291               | 5,159               | (2,868)                              |
| Interest on bond proceeds                   | 1,005                            | 3,794               | -                   | 3,794                                |
| Transfer from capital projects              | 281,000                          | -                   | -                   | -                                    |
| Issuance of debt                            | -                                | -                   | -                   | -                                    |
| Reoffering premium                          | -                                | -                   | -                   | -                                    |
| Other Revenue                               | -                                | -                   | 30,000              | (30,000)                             |
| State Aid:                                  |                                  |                     |                     |                                      |
| State Aid                                   | 2,039,380                        | 2,166,872           | 2,166,872           | -                                    |
| <b>Total Receipts</b>                       | <b>\$ 3,862,029</b>              | <b>\$ 3,874,591</b> | <b>\$ 3,915,955</b> | <b>\$ (41,364)</b>                   |
| <b>Expenditures</b>                         |                                  |                     |                     |                                      |
| Debt Service:                               |                                  |                     |                     |                                      |
| Principal                                   | \$ 1,797,508                     | \$ 1,495,000        | \$ 1,495,000        | \$ -                                 |
| Interest                                    | 1,340,000                        | 1,739,138           | 1,739,138           | -                                    |
| Cost of issuance                            | -                                | -                   | -                   | -                                    |
| Underwriter's discount                      | -                                | -                   | -                   | -                                    |
| Original issue discount                     | -                                | -                   | -                   | -                                    |
| Bond insurance premium                      | -                                | -                   | -                   | -                                    |
| Defeasement payment - escrow                | -                                | -                   | -                   | -                                    |
| Commission and Postage                      | -                                | -                   | -                   | -                                    |
| <b>Legal Bond and Interest Fund Budget</b>  | <b>\$ 3,137,508</b>              | <b>\$ 3,234,138</b> | <b>\$ 3,234,138</b> | <b>\$ -</b>                          |
| Adjustment for Qualifying<br>Budget Credits | -                                | -                   | -                   | -                                    |
| <b>Total Expenditures</b>                   | <b>\$ 3,137,508</b>              | <b>\$ 3,234,138</b> | <b>\$ 3,234,138</b> | <b>\$ -</b>                          |
| <b>Receipts Over (Under) Expenditures</b>   | <b>\$ 724,521</b>                | <b>\$ 640,453</b>   |                     |                                      |
| <b>Unencumbered Cash, Beginning</b>         | <b>1,679,696</b>                 | <b>2,404,217</b>    |                     |                                      |
| <b>Unencumbered Cash, Ending</b>            | <b>\$ 2,404,217</b>              | <b>\$ 3,044,670</b> |                     |                                      |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**CAPITAL PROJECTS FUND**

|                                           | <u>2017</u>        | <u>2018</u>        |
|-------------------------------------------|--------------------|--------------------|
| <b>Receipts</b>                           |                    |                    |
| Federal source:                           |                    |                    |
| Program revenue                           | \$ -               | \$ -               |
| <b>Total Receipts</b>                     | <u>\$ -</u>        | <u>\$ -</u>        |
| <b>Expenditures</b>                       |                    |                    |
| Construction projects:                    |                    |                    |
| Adams                                     | \$ -               | \$ -               |
| C-4                                       | -                  | -                  |
| Frances Willard                           | 230,102            | -                  |
| IXL                                       | -                  | -                  |
| Jefferson                                 | -                  | -                  |
| Roosevelt                                 | -                  | -                  |
| Middle school                             | -                  | -                  |
| High school                               | -                  | -                  |
| Athletic complex                          | 10,606             | -                  |
| Technology                                | -                  | -                  |
| Transfer to bond and interest             | 281,000            | -                  |
| <b>Total Expenditures</b>                 | <u>\$ 521,708</u>  | <u>\$ -</u>        |
| <b>Receipts Over (Under) Expenditures</b> | \$ (521,708)       | \$ -               |
| <b>Unencumbered Cash, Beginning</b>       | <u>521,708</u>     | <u>-</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**ENDOWMENT FUND**

|                                    | <b>Unencumbered<br/>Cash Balance<br/>July 1, 2017</b> | <b>Receipts</b> | <b>Disbursements</b> | <b>Unencumbered<br/>Cash Balance<br/>June 30, 2018</b> |
|------------------------------------|-------------------------------------------------------|-----------------|----------------------|--------------------------------------------------------|
| <b>Expendable trusts</b>           |                                                       |                 |                      |                                                        |
| Scholarships:                      |                                                       |                 |                      |                                                        |
| Lou Dicky Baucus                   | \$ 966                                                | \$ 3            | \$ -                 | \$ 969                                                 |
| Verna Irene Barnes                 | 2,388                                                 | 4               | -                    | 2,392                                                  |
| Student aid:                       |                                                       |                 |                      |                                                        |
| Lloyd Hill                         | 2,745                                                 | 5               | -                    | 2,750                                                  |
| Ida Wooley                         | 4,062                                                 | 10              | -                    | 4,072                                                  |
| Edith Brown                        | 616                                                   | 5               | -                    | 621                                                    |
| Administrative:                    |                                                       |                 |                      |                                                        |
| Special projects                   | 14,377                                                | 5,256           | 2,668                | 16,965                                                 |
| Fund administration                | 510                                                   | -               | -                    | 510                                                    |
| Renaissance                        | 542                                                   | -               | -                    | 542                                                    |
| Donations                          | 9,975                                                 | -               | -                    | 9,975                                                  |
| Jason Givens Memorial              | 170                                                   | -               | -                    | 170                                                    |
| <b>Total expendable trusts</b>     | <b>\$ 36,351</b>                                      | <b>\$ 5,283</b> | <b>\$ 2,668</b>      | <b>\$ 38,966</b>                                       |
| <b>Non-expendable trusts</b>       |                                                       |                 |                      |                                                        |
| Scholarship:                       |                                                       |                 |                      |                                                        |
| Lou Dicky Baucus                   | \$ 2,500                                              | \$ -            | \$ -                 | \$ 2,500                                               |
| Verna Irene Barnes                 | 2,500                                                 | -               | -                    | 2,500                                                  |
| Student aid:                       |                                                       |                 |                      |                                                        |
| Lloyd Hill                         | 2,500                                                 | -               | -                    | 2,500                                                  |
| Ida Wooley                         | 7,000                                                 | -               | -                    | 7,000                                                  |
| Edith Brown                        | 5,000                                                 | -               | -                    | 5,000                                                  |
| <b>Total non-expendable trusts</b> | <b>\$ 19,500</b>                                      | <b>\$ -</b>     | <b>\$ -</b>          | <b>\$ 19,500</b>                                       |
| <b>Total Endowment Fund</b>        | <b>\$ 55,851</b>                                      | <b>\$ 5,283</b> | <b>\$ 2,668</b>      | <b>\$ 58,466</b>                                       |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

**ACTIVITY MEMORIAL FUND**

|                                           | <u>2017</u>             | <u>2018</u>             |
|-------------------------------------------|-------------------------|-------------------------|
| <b>Receipts:</b>                          |                         |                         |
| Iden Memorial                             | \$ 20                   | \$ 37                   |
| Jackson/King Memorial                     | 3                       | 4                       |
| Home Economics Scholarship                | 3                       | 4                       |
| Industrial Tech Scholarship               | 32                      | 52                      |
| Kayettes Scholarship                      | -                       | -                       |
| Class of 2009 Memorial Fund               | 3                       | 5                       |
| Childers/Blatchford FFA                   | 47                      | 80                      |
| Amos & Mary Davis Scholarship             | -                       | -                       |
| Jodi Sanderholm                           | 3,000                   | 2,000                   |
| <b>Total receipts</b>                     | <u>\$ 3,107</u>         | <u>\$ 2,183</u>         |
| <b>Expenditures</b>                       |                         |                         |
| Iden Memorial                             | \$ -                    | \$ 1,000                |
| Jackson/King Memorial                     | -                       | -                       |
| Home Economics Scholarship                | -                       | -                       |
| Industrial Tech Scholarship               | 285                     | 250                     |
| Kayettes Scholarship                      | -                       | -                       |
| Class of 2009 Memorial Fund               | -                       | -                       |
| Childers/Blatchford FFA                   | -                       | -                       |
| Amos & Mary Davis Scholarship             | -                       | -                       |
| Jodi Sanderholm                           | 3,000                   | 2,000                   |
| <b>Total Expenditures</b>                 | <u>\$ 3,285</u>         | <u>\$ 3,250</u>         |
| <b>Receipts Over (Under) Expenditures</b> | \$ (178)                | \$ (1,067)              |
| <b>Unencumbered Cash, Beginning</b>       | <u>37,515</u>           | <u>37,337</u>           |
| <b>Unencumbered Cash, Ending</b>          | <u><u>\$ 37,337</u></u> | <u><u>\$ 36,270</u></u> |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**Schedule OF RECEIPTS AND DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**STUDENT ORGANIZATION FUNDS - AGENCY FUNDS**

| <b>Fund</b>                 | <b>Beginning<br/>Cash Balance</b> | <b>Receipts</b>   | <b>Disbursements</b> | <b>Ending<br/>Cash Balance</b> |
|-----------------------------|-----------------------------------|-------------------|----------------------|--------------------------------|
| <b>High School</b>          |                                   |                   |                      |                                |
| Prom                        | \$ 5,412                          | \$ 17,798         | \$ 16,149            | \$ 7,061                       |
| ACHS American Club          | 516                               | -                 | -                    | 516                            |
| Spring Production           | 3,586                             | 5,617             | 6,912                | 2,291                          |
| A.C. Players Club           | 193                               | 419               | 400                  | 212                            |
| ACHS Tennis Club            | 348                               | 1,796             | 713                  | 1,431                          |
| JAG                         | 233                               | 152               | 317                  | 68                             |
| Theater Productions         | 2,425                             | 1,523             | 1,993                | 1,955                          |
| Basketball Club             | 1,287                             | 4,486             | 5,364                | 409                            |
| American Field Service      | 350                               | -                 | 350                  | -                              |
| Multicultural Club          | 1,092                             | -                 | -                    | 1,092                          |
| Cheerleaders                | 5,897                             | 16,741            | 19,491               | 3,147                          |
| 21st Century Leadership     | 393                               | 2,328             | 2,327                | 394                            |
| Restoration Fund            | 100                               | -                 | -                    | 100                            |
| FCA                         | 552                               | 1,347             | 775                  | 1,124                          |
| Golf Club                   | 4,621                             | 1,513             | 1,882                | 4,252                          |
| Weight Lifting              | -                                 | 250               | 59                   | 191                            |
| In-House Training           | 7,471                             | 2,552             | 1,413                | 8,610                          |
| Kay's                       | 493                               | 73                | 557                  | 9                              |
| NFL                         | 1,304                             | -                 | 258                  | 1,046                          |
| NHS                         | 56                                | 146               | 61                   | 141                            |
| Orchestra                   | -                                 | -                 | -                    | -                              |
| ACHS Danceline              | 2,652                             | 1,929             | 4,328                | 253                            |
| Cross Country Club          | 59                                | 765               | 767                  | 57                             |
| SADD                        | 904                               | 1,509             | 1,134                | 1,279                          |
| Dawgs 4 Dawgs               | 48                                | -                 | -                    | 48                             |
| Skill USA/VICA              | 918                               | 1,251             | 1,598                | 571                            |
| Special Ed Club             | 2                                 | -                 | -                    | 2                              |
| Stuco                       | 2,005                             | 8,888             | 9,866                | 1,027                          |
| Track Club                  | 291                               | 951               | 1,226                | 16                             |
| Usherettes                  | 116                               | 48                | 38                   | 126                            |
| Vocal Music                 | 9,984                             | 6,022             | 6,698                | 9,308                          |
| Girls Soccer Club           | 1,861                             | 3,593             | 4,405                | 1,049                          |
| French Club                 | 172                               | -                 | -                    | 172                            |
| Volleyball Club             | 4,005                             | 3,587             | 2,621                | 4,971                          |
| Flag Color Guard            | 1,723                             | 2,059             | 2,499                | 1,283                          |
| Community Base Instruction  | 1                                 | 2,415             | 2,317                | 99                             |
| Bill Weston Woods Memorial  | -                                 | 250               | 26                   | 224                            |
| Girls Softball Club         | 3,498                             | 5,344             | 5,880                | 2,962                          |
| Baseball Club               | 3,699                             | 10,995            | 10,052               | 4,642                          |
| Fine Arts SMA               | 120                               | 3,230             | 3,210                | 140                            |
| FACS SMA                    | 183                               | 740               | 863                  | 60                             |
| Towels                      | 27                                | 1,411             | 1,387                | 51                             |
| Industrial Tech SMA         | 20                                | 3,136             | 3,116                | 40                             |
| Returned Checks             | 3                                 | -                 | 15                   | (12)                           |
| <b>Subtotal High School</b> | <b>\$ 68,620</b>                  | <b>\$ 114,864</b> | <b>\$ 121,067</b>    | <b>\$ 62,417</b>               |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**Schedule OF RECEIPTS AND DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**STUDENT ORGANIZATION FUNDS - AGENCY FUNDS**

| <b>Fund</b>                    | <b>Beginning<br/>Cash Balance</b> | <b>Receipts</b>   | <b>Disbursements</b> | <b>Ending<br/>Cash Balance</b> |
|--------------------------------|-----------------------------------|-------------------|----------------------|--------------------------------|
| <b>High School - Continued</b> |                                   |                   |                      |                                |
| Broadcasting                   | \$ 176                            | \$ -              | \$ -                 | \$ 176                         |
| Health Sciences Club           | 304                               | 20                | -                    | 324                            |
| Animation Club                 | 308                               | 218               | -                    | 526                            |
| Wrestling                      | 6,426                             | 20,225            | 21,378               | 5,273                          |
| Football                       | 1,214                             | 6,320             | 6,271                | 1,263                          |
| ACHS Travel Club               | 498                               | -                 | -                    | 498                            |
| Soccer Club                    | 234                               | 2,738             | 2,296                | 676                            |
| FCCLA                          | 132                               | -                 | 40                   | 92                             |
| FBLA                           | 506                               | 1,225             | 1,291                | 440                            |
| Gay/Straight Alliance          | 15                                | 596               | 394                  | 217                            |
| Girls Basketball Club          | 1,851                             | 2,389             | 3,858                | 382                            |
| Bulldog Band Club              | 7,941                             | 28,648            | 25,475               | 11,114                         |
| Freshman Academy               | 1,765                             | 550               | 482                  | 1,833                          |
| Class of 2020                  | 7,414                             | 160               | -                    | 7,574                          |
| Agiculture Ed                  | 80                                | 3,960             | 4,000                | 40                             |
| Class of 2017                  | 825                               | 127               | -                    | 952                            |
| Class of 2015                  | 205                               | -                 | -                    | 205                            |
| Class of 2016                  | 1,242                             | -                 | -                    | 1,242                          |
| Class of 2014                  | 523                               | -                 | -                    | 523                            |
| Class of 2019                  | 6,939                             | 491               | 5,953                | 1,477                          |
| Class of 2008                  | 253                               | -                 | -                    | 253                            |
| Class of 2009                  | 1,083                             | -                 | -                    | 1,083                          |
| Class of 2011                  | 301                               | -                 | 301                  | -                              |
| Class of 2013                  | 357                               | -                 | -                    | 357                            |
| Class of 2018                  | 1,396                             | 271               | 264                  | 1,403                          |
| Class of 2021                  | -                                 | 1,069             | 17                   | 1,052                          |
| Class of 2010                  | 218                               | -                 | -                    | 218                            |
| ACHS Animation Club            | -                                 | 85                | 85                   | -                              |
| Driver Education               | -                                 | 5,040             | 5,040                | -                              |
| Purple Pride                   | 3,240                             | 11,534            | 8,225                | 6,549                          |
| Historical Room                | 369                               | -                 | -                    | 369                            |
| Horticulture                   | 1,080                             | 1,587             | 1,937                | 730                            |
| School Counts                  | 871                               | -                 | 36                   | 835                            |
| Student Benevolence            | 105                               | -                 | -                    | 105                            |
| Arklight                       | -                                 | 1,865             | 1,362                | 503                            |
| FFA                            | 1,426                             | 41,083            | 41,120               | 1,389                          |
| Mirror                         | 4,340                             | 10,856            | 9,261                | 5,935                          |
| Sales Tax                      | 1,705                             | 19,882            | 19,536               | 2,051                          |
| <b>Total High School</b>       | <b>\$ 123,962</b>                 | <b>\$ 275,803</b> | <b>\$ 279,689</b>    | <b>\$ 120,076</b>              |
| <b>Middle School</b>           |                                   |                   |                      |                                |
| Art Fees                       | \$ 245                            | \$ 845            | \$ 1,090             | \$ -                           |
| Cheerleader                    | 2,450                             | 569               | 1,060                | 1,959                          |
| 6th Grade Clothing Fees        | 75                                | 205               | 280                  | -                              |
| Food Fees                      | 110                               | 255               | 365                  | -                              |
| <b>Subtotal Middle School</b>  | <b>\$ 2,880</b>                   | <b>\$ 1,874</b>   | <b>\$ 2,795</b>      | <b>\$ 1,959</b>                |



**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**Schedule OF RECEIPTS AND DISBURSEMENTS**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**STUDENT ORGANIZATION FUNDS - AGENCY FUNDS**

| <b>Fund</b>                      | <b>Beginning<br/>Cash Balance</b> | <b>Receipts</b>   | <b>Disbursements</b> | <b>Ending<br/>Cash Balance</b> |
|----------------------------------|-----------------------------------|-------------------|----------------------|--------------------------------|
| <b>Middle School - Continued</b> |                                   |                   |                      |                                |
| Instrument Rent Fees             | \$ 500                            | \$ 1,925          | \$ 2,425             | \$ -                           |
| Home Ec. Beef Account            | -                                 | -                 | -                    | -                              |
| Kay's Account                    | 263                               | 11,320            | 9,014                | 2,569                          |
| 8th Grade Lock-in Account        | -                                 | -                 | -                    | -                              |
| Lost PE Locks                    | -                                 | -                 | -                    | -                              |
| Class of 2022                    | 3,137                             | 5,011             | 1,110                | 7,038                          |
| Class of 2020                    | -                                 | -                 | -                    | -                              |
| Class of 2023                    | -                                 | 2,558             | (1,163)              | 3,721                          |
| Class of 2024                    | 4,142                             | 4,823             | 7,138                | 1,827                          |
| Art Club                         | 2                                 | -                 | -                    | 2                              |
| Miscellaneous Account            | 9,546                             | 10,572            | 19,207               | 911                            |
| Music Instrumental/Vocal         | 136                               | 186               | 165                  | 157                            |
| Parent Group                     | 51                                | -                 | -                    | 51                             |
| JAG                              | 414                               | 3,076             | 3,305                | 185                            |
| 7th/8th Grade Sewing Kits        | 579                               | 272               | 191                  | 660                            |
| Student Activities               | 803                               | -                 | -                    | 803                            |
| Student Council                  | 1,341                             | 358               | 450                  | 1,249                          |
| Crimestoppers Program            | 174                               | -                 | -                    | 174                            |
| Technology Fees                  | 200                               | 1,280             | 1,480                | -                              |
| Towels                           | 281                               | 701               | 984                  | (2)                            |
| Library Book Fairs               | 472                               | 6,267             | 6,286                | 453                            |
| Principals Activity Fund         | 7,925                             | 5,556             | 5,439                | 8,042                          |
| FCA                              | 800                               | 1,112             | 1,276                | 636                            |
| Student Welfare Account          | 524                               | 17                | 20                   | 521                            |
| Orchestra                        | 1,731                             | 112               | 99                   | 1,744                          |
| SADD                             | 2,100                             | -                 | -                    | 2,100                          |
| Faculty Fund                     | 137                               | 270               | 288                  | 119                            |
| Athletics                        | 1,241                             | 3,347             | 3,058                | 1,530                          |
| Sales Tax                        | 107                               | 2,461             | 2,478                | 90                             |
| <b>Total Middle School</b>       | <b>\$ 39,486</b>                  | <b>\$ 63,098</b>  | <b>\$ 66,045</b>     | <b>\$ 36,539</b>               |
| <b>Total Agency Funds</b>        | <b>\$ 163,448</b>                 | <b>\$ 338,901</b> | <b>\$ 345,734</b>    | <b>\$ 156,615</b>              |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**DISTRICT ACTIVITY FUNDS**

| <b>Funds</b>                          | <b>Beginning<br/>Unencumbered<br/>Cash Balance</b> | <b>Receipts</b>   | <b>Expenditures</b> | <b>Ending<br/>Unencumbered<br/>Cash Balance</b> | <b>Add<br/>Encumbrances<br/>and Accounts<br/>Payable</b> | <b>Ending Cash<br/>Balance</b> |
|---------------------------------------|----------------------------------------------------|-------------------|---------------------|-------------------------------------------------|----------------------------------------------------------|--------------------------------|
| <b>High School Activities</b>         |                                                    |                   |                     |                                                 |                                                          |                                |
| Activity General Fund                 | \$ 107,557                                         | \$ 317,314        | \$ 319,301          | \$ 105,570                                      | \$ -                                                     | \$ 105,570                     |
| Cheerleaders                          | 143                                                | 2,365             | 2,507               | 1                                               | -                                                        | 1                              |
| Danceline                             | 561                                                | -                 | -                   | 561                                             | -                                                        | 561                            |
| Debate                                | 2                                                  | 440               | 368                 | 74                                              | -                                                        | 74                             |
| Forensic                              | -                                                  | 340               | 337                 | 3                                               | -                                                        | 3                              |
| FFA                                   | 516                                                | -                 | -                   | 516                                             | -                                                        | 516                            |
| Music                                 | 202                                                | 2,030             | 2,229               | 3                                               | -                                                        | 3                              |
| Scholar's Bowl                        | 4                                                  | 918               | 903                 | 19                                              | -                                                        | 19                             |
| MS League                             | 51                                                 | 1,535             | 1,585               | 1                                               | -                                                        | 1                              |
| <b>Total High School Activities</b>   | <b>\$ 109,036</b>                                  | <b>\$ 324,942</b> | <b>\$ 327,230</b>   | <b>\$ 106,748</b>                               | <b>\$ -</b>                                              | <b>\$ 106,748</b>              |
| <b>High School Athletics</b>          |                                                    |                   |                     |                                                 |                                                          |                                |
| HS Athletics                          | \$ 256                                             | \$ -              | \$ -                | \$ 256                                          | \$ -                                                     | \$ 256                         |
| Cross Country                         | 3                                                  | 7,337             | 7,336               | 4                                               | -                                                        | 4                              |
| Football                              | 34                                                 | 18,324            | 18,357              | 1                                               | -                                                        | 1                              |
| Girls Golf                            | 8                                                  | 3,544             | 3,552               | -                                               | -                                                        | -                              |
| Girls Tennis                          | 111                                                | 3,245             | 3,162               | 194                                             | -                                                        | 194                            |
| Boys Soccer                           | 5                                                  | 3,465             | 3,372               | 98                                              | -                                                        | 98                             |
| Girls Soccer                          | 22                                                 | 1,368             | 1,389               | 1                                               | -                                                        | 1                              |
| Volleyball                            | 593                                                | 7,310             | 7,899               | 4                                               | -                                                        | 4                              |
| Boys Basketball                       | (896)                                              | 17,756            | 17,757              | (897)                                           | -                                                        | (897)                          |
| Girls Basketball                      | 3                                                  | 5,945             | 5,843               | 105                                             | -                                                        | 105                            |
| Wrestling                             | 244                                                | 14,330            | 14,573              | 1                                               | -                                                        | 1                              |
| Baseball                              | 13                                                 | 14,852            | 14,802              | 63                                              | -                                                        | 63                             |
| Boys Golf                             | 4                                                  | 5,165             | 5,167               | 2                                               | -                                                        | 2                              |
| Boys Tennis                           | 5                                                  | 3,600             | 3,601               | 4                                               | -                                                        | 4                              |
| Softball                              | 1                                                  | 5,635             | 5,607               | 29                                              | -                                                        | 29                             |
| <b>High School Athletics subtotal</b> | <b>\$ 406</b>                                      | <b>\$ 111,876</b> | <b>\$ 112,417</b>   | <b>\$ (135)</b>                                 | <b>\$ -</b>                                              | <b>\$ (135)</b>                |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH**  
**REGULATORY BASIS**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**DISTRICT ACTIVITY FUNDS**

19

| <b>Funds</b>                             | <b>Beginning<br/>Unencumbered<br/>Cash Balance</b> | <b>Receipts</b>          | <b>Expenditures</b>      | <b>Ending<br/>Unencumbered<br/>Cash Balance</b> | <b>Add<br/>Encumbrances<br/>and Accounts<br/>Payable</b> | <b>Ending Cash<br/>Balance</b> |
|------------------------------------------|----------------------------------------------------|--------------------------|--------------------------|-------------------------------------------------|----------------------------------------------------------|--------------------------------|
| <b>High School Athletics - continued</b> |                                                    |                          |                          |                                                 |                                                          |                                |
| Track                                    | \$ 5                                               | \$ 14,335                | \$ 13,935                | \$ 405                                          | \$ -                                                     | \$ 405                         |
| MS Cross Country                         | 3                                                  | 335                      | 335                      | 3                                               | -                                                        | 3                              |
| MS Football                              | 581                                                | 655                      | 1,232                    | 4                                               | -                                                        | 4                              |
| MS Girls Tennis                          | 1                                                  | 40                       | 40                       | 1                                               | -                                                        | 1                              |
| MS Girls Volleyball                      | 3                                                  | 2,095                    | 2,095                    | 3                                               | -                                                        | 3                              |
| MS Boys Tennis                           | -                                                  | 735                      | 732                      | 3                                               | -                                                        | 3                              |
| MS Golf                                  | -                                                  | 750                      | 750                      | -                                               | -                                                        | -                              |
| Track                                    | 3                                                  | 810                      | 811                      | 2                                               | -                                                        | 2                              |
| MS Boys Basketball                       | 2                                                  | 1,140                    | 1,141                    | 1                                               | -                                                        | 1                              |
| MS Girls Basketball                      | -                                                  | 1,315                    | 1,311                    | 4                                               | -                                                        | 4                              |
| MS Wrestling                             | 3                                                  | 1,615                    | 1,616                    | 2                                               | -                                                        | 2                              |
| Athletic Trainer                         | 4                                                  | 5,100                    | 5,099                    | 5                                               | -                                                        | 5                              |
| <b>Total High School Athletics</b>       | <b>\$ 1,011</b>                                    | <b>\$ 140,801</b>        | <b>\$ 141,514</b>        | <b>\$ 298</b>                                   | <b>\$ -</b>                                              | <b>\$ 298</b>                  |
| <b>School Projects</b>                   |                                                    |                          |                          |                                                 |                                                          |                                |
| Library Copies                           | \$ 1,292                                           | \$ 155                   | \$ -                     | \$ 1,447                                        | \$ -                                                     | \$ 1,447                       |
|                                          | <u>\$ 1,292</u>                                    | <u>\$ 155</u>            | <u>\$ -</u>              | <u>\$ 1,447</u>                                 | <u>\$ -</u>                                              | <u>\$ 1,447</u>                |
| <b>Total District Activity Funds</b>     | <b><u>\$ 111,339</u></b>                           | <b><u>\$ 465,898</u></b> | <b><u>\$ 468,744</u></b> | <b><u>\$ 108,493</u></b>                        | <b><u>\$ -</u></b>                                       | <b><u>\$ 108,493</u></b>       |

## **APPENDICES - FEDERAL COMPLIANCE SECTION**

**EDW. B  
STEPHENSON  
& CO., CPAs  
CHARTERED**

~~~~~

EDW. B. STEPHENSON  
(1905-1985)

JAMES R. DOBBS  
(1927-1997)

HARRY L. SHETLAR, JR.  
(1931-2000)

MORRIS W. JARVIS  
(1935-1999)

N. DEAN BRADBURY  
(1936-2005)

LOREN L. PONTIOUS  
(Retired)

**SHAREHOLDERS**

MAURICE P. ROBERTS, CPA

AARON R. IVERSON, CPA

**ACCOUNTANTS**

HEIDI M. HUENERGARDT, CPA

1002 Main Street  
Winfield, Kansas 67156  
620-221-9320  
FAX 620-221-9325

**INDEPENDENT AUDITORS' 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**

To the Board of Education of the  
Unified School District No. 470  
Arkansas City, Kansas 67005

We have audited, in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Auditing and Accounting Guide* and 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 statement of Unified School District No. 470, Arkansas City, (the District), Kansas, as of and for the year ended June 30, 2018, and the related notes to the financial statement, which collectively comprise the District's basic financial statement and have issued our report thereon dated January 7, 2019. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statement, 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 statement, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statement is 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.

*Edw. B. Stephenson & Co. CPAs Chartered*

Edw. B. Stephenson & Co., CPAs Chartered  
January 7, 2019

**EDW. B  
STEPHENSON  
& CO., CPAs  
CHARTERED**

~~~~~

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**INDEPENDENT AUDITORS' 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. 470  
Arkansas City, Kansas 67005

**Report on Compliance for Each Major Program**

We have audited Unified School District No. 470, Arkansas City, Kansas (the District) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2018. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to 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 the compliance in accordance with the 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 audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 could have a direct and material effect on 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, 2018.

**Report on Internal Control Over Compliance**

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 a major federal program to determine our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

*Edw. B. Stephenson & Co. CPAs Chartered*  
Edw. B. Stephenson & Co., CPAs Chartered  
January 7, 2019



**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

| <u>Federal Grantor/Pass-Through Grantor/Program or Cluster Title</u> | <u>Federal<br/>CFDA<br/>Number</u> | <u>Pass Through<br/>Entity<br/>Identifying<br/>Number</u> | <u>Total Federal<br/>Expenditures</u> |
|----------------------------------------------------------------------|------------------------------------|-----------------------------------------------------------|---------------------------------------|
| <b>Federal Funds Paid Through State:</b>                             |                                    |                                                           |                                       |
| <b>U.S. Department of Agriculture</b>                                |                                    |                                                           |                                       |
| <b>Passed Through State Department of Education:</b>                 |                                    |                                                           |                                       |
| Child Nutrition Cluster                                              |                                    |                                                           |                                       |
| School Breakfast Program                                             | 10.553                             | DO470                                                     | \$ 322,595                            |
| National School Lunch Program                                        | 10.555                             | DO470                                                     | 917,274                               |
| Summer Food Service Program for Children                             | 10.559                             | DO470                                                     | 18,142                                |
| Total Child Nutrition Cluster                                        |                                    |                                                           | <u>\$ 1,258,011</u>                   |
| Child and Adult Care Food Program                                    | 10.558                             | DO470                                                     | 21,542                                |
| Child Nutrition                                                      | 10.560                             | DO470                                                     | 18,181                                |
| Wellness Coach Workshop                                              | 10.574                             | DO470                                                     | 300                                   |
| Fresh Fruits & Vegetables Program                                    | 10.582                             | DO470                                                     | 66,442                                |
| <b>Total Department of Agriculture</b>                               |                                    |                                                           | <u>\$ 1,364,476</u>                   |
| <b>U.S. Department of Education</b>                                  |                                    |                                                           |                                       |
| <b>Passed Through State Department of Education:</b>                 |                                    |                                                           |                                       |
| Title I Grants to Local Educational Agencies                         | 84.010                             | DO470                                                     | \$ 741,194                            |
| Migrant Education State Grant Program                                | 84.011                             | DO470                                                     | 60,000                                |
| Career and Technical Education - Basic Grants to States              | 84.048                             | DO470                                                     | 30,511                                |
| Rural Low Income School                                              | 84.358                             | DO470                                                     | 38,372                                |
| English Language Acquisition Grant                                   | 84.365                             | DO470                                                     | 35,197                                |
| Improving Teacher Quality State Grants                               | 84.367                             | DO470                                                     | 124,281                               |
| Title IV(A)                                                          | 84.424                             | DO470                                                     | 20,033                                |
| <b>Total Department of Education</b>                                 |                                    |                                                           | <u>\$ 1,049,588</u>                   |
| <b>Total Federal Funds Paid Through State</b>                        |                                    |                                                           | <u>\$ 2,414,064</u>                   |
| <b>Federal Funds Paid Direct to District:</b>                        |                                    |                                                           |                                       |
| <b>United States Department of Education</b>                         |                                    |                                                           |                                       |
| Indian Education Grants to Local Educational Agencies                | 84.060                             |                                                           | \$ -                                  |
| <b>Total of United States Department of Education</b>                |                                    |                                                           | <u>\$ -</u>                           |
| <b>Department of Health and Human Services</b>                       |                                    |                                                           |                                       |
| TANF-Early Learning Kansans - 4 Year Old                             | 93.558                             |                                                           | \$ 1,740                              |
| Head Start                                                           | 93.600                             |                                                           | 1,313,176                             |
| <b>Total Department of Health and Human Services</b>                 |                                    |                                                           | <u>\$ 1,314,916</u>                   |
| <b>Total Funds Paid Direct to District</b>                           |                                    |                                                           | <u>\$ 1,314,916</u>                   |
| <b>Total Expenditures of Federal Awards</b>                          |                                    |                                                           | <u><u>\$ 3,728,980</u></u>            |

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**I. GENERAL**

The accompanying Schedule of Expenditures of Federal Awards (the schedule) includes the federal grant activity of Unified School District No. 470 under programs of the federal government for the year ended June 30, 2018. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies are included on the schedule. The information in this schedule is presented in accordance with the requirements of the Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a select portion of the operations of Unified School District No. 470, it is not intended to and does not present the summary of receipts, expenditures and unencumbered cash of Unified School District No. 470.

**II. BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards is presented using the regulatory basis of accounting, which are accounting practices prescribed by the State of Kansas and are described in Note I to the School District's regulatory financial statement.

**III. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

(A) Expenditures reported on the Schedule are reported on the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(B) The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**IV. MAJOR PROGRAMS**

In accordance with Title 2 U.S. *Code of Federal Regulation* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), major programs are determined using a risk-based approach. The Title 1 Grant Program and Head Start has been determined by the independent auditor to be major programs.

**V. SUBRECIPIENTS**

Unified School District No. 470 did not provide federal awards to any sub-recipient for the year ended June 30, 2018.

**VI. CONTINGENCIES**

The District receives funds under various federal grant programs and such awards are to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

**UNIFIED SCHOOL DISTRICT NO. 470**  
**ARKANSAS CITY, KANSAS**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2018**

**I. GENERAL**

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The District receives funds under various federal grant programs and such awards are to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Management believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

**UNIFIED SCHOOL DISTRICT NO. 470  
ARKANSAS CITY, KANSAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

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**Section I. Summary of Auditor's Results**

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Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance to GAAP:

Adverse

Type of auditor's report issued on the basis of accounting used by the District:

Unmodified – Regulatory Basis

Internal control over financial reporting:

- Material weakness(es) identified? \_\_\_\_yes      X no
- Significant Deficiency(s) \_\_\_\_yes      X none reported

Noncompliance material to financial statements noted?

\_\_\_\_yes      X no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? \_\_\_\_yes      X no
- Significant Deficiency(s) \_\_\_\_yes      X none

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

See below

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?

\_\_\_\_yes      X no

Identification of major federal programs:

| CFDA No(s). | Names of Federal Program or Cluster | Opinion    |
|-------------|-------------------------------------|------------|
| 93.600      | Head Start                          | Unmodified |
| 84.010      | Title I                             | Unmodified |

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. 470  
ARKANSAS CITY, KANSAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

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**Section II. Financial Statement Findings**

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No matters were reported

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**Section III. Federal Award Findings and Questioned Costs**

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No matters were reported

**UNIFIED SCHOOL DISTRICT NO. 470  
ARKANSAS CITY, KANSAS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2018**

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**Summary Schedule of Prior Audit Findings**

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No matters were reported.