

UNIFIED SCHOOL DISTRICT NO. 473

Chapman, Kansas

Financial Statements

For the Year Ended June 30, 2017

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UNIFIED SCHOOL DISTRICT NO. 473
Financial Statements
For the Year Ended June 30, 2017

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 473
Chapman, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 473, Chapman, Kansas (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statement

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the District to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

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

Other Matter

The 2016 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated October 11, 2016. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/muniserv/>. Such 2016 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 2016 basic financial statements. The 2016 comparative information was subjected to auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statements or to the 2016 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 2016 comparative information is fairly presented in all material respects in relation to the 2016 basic financial statements as a whole, on the basis of accounting described in Note 1.

Mike Houser: Company PA

Certified Public Accountants

Lawrence, KS
December 11, 2017

UNIFIED SCHOOL DISTRICT NO. 473
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

Funds	Beginning Unencumbered Cash <u>Balance</u>	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash <u>Balance</u>	Outstanding Encumbrances and Accounts Payable	Ending Cash <u>Balance</u>
Governmental Fund Types:							
General Funds:							
General	\$ 74	\$ -	\$ 8,025,604	\$ 8,025,678	\$ -	\$ 47,353	\$ 47,353
Supplemental General	196,949	-	2,386,721	2,475,710	107,960	6,234	114,194
Special Purpose Funds:							
At Risk (K-12)	15,158	-	436,000	399,679	51,479	-	51,479
Bilingual Education	19,911	-	-	1,704	18,207	-	18,207
Capital Outlay	2,297,595	-	551,794	1,608,802	1,240,587	290,776	1,531,363
Driver Training	65,233	-	18,760	62,795	21,198	5,515	26,713
Food Service	3,401	-	676,571	667,241	12,731	-	12,731
Professional Development	1,070	-	17,700	7,907	10,863	-	10,863
Parent Education	71	-	44,121	46,741	[2,549]	8,456	5,907
Special Education	61,750	-	1,518,607	1,534,035	46,322	-	46,322
Vocational Education	15,573	-	356,228	318,728	53,073	20	53,093
KPERS Special Retirement							
Contribution	-	-	588,163	588,163	-	-	-
Gifts and Grants	6,116	-	1,243	1,553	5,806	-	5,806
Federal Funds	-	-	214,003	214,003	-	15	15
Student Materials Revolving	99,156	-	153,343	106,256	146,243	3,660	149,903
Contingency Reserve	654,090	-	-	-	654,090	-	654,090
District Activity	841	-	95,777	90,595	6,023	-	6,023
Bond and Interest Fund:							
Bond and Interest	<u>976,624</u>	<u>-</u>	<u>625,550</u>	<u>643,719</u>	<u>958,455</u>	<u>-</u>	<u>958,455</u>
Total	<u>\$ 4,413,612</u>	<u>\$ -</u>	<u>\$ 15,710,185</u>	<u>\$ 16,793,309</u>	<u>\$ 3,330,488</u>	<u>\$ 362,029</u>	<u>\$ 3,692,517</u>

Composition of Cash:

Astra Bank		
Checking Account	\$ 749,637	
Savings Accounts	1,524	
Certificate of Deposit	<u>10,000</u>	761,161
Exchange Bank		
Savings Accounts	<u>\$ 3,022,525</u>	3,022,525
Dickinson County Bank		
Checking	\$ 4,186	
Money Market	<u>2,870</u>	7,056
Cash Balance		3,790,742
Less: Agency Funds per Schedule 3		<u>[98,225]</u>
Total Reporting Entity (Excluding Agency Funds)		<u>\$ 3,692,517</u>

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 473 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

Reimbursed Expenses

Expenditures in the amount of \$113,133 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payments for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

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

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

Basis of Accounting

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

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

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2017:

Governmental Funds

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

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

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

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 amounts, etc.).

Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after the publication the hearing may be held and the governing body may amend the budget at that time. The budget for the year ended June 30, 2017 was not amended.

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

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized which 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 projects funds and the following special purpose funds: Student Materials Revolving, Contingency Reserve, and District Activity.

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

NOTE 2 - Deposits

Deposits. K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is 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.

Investments. K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. As of June 30, 2017, the District held no investments.

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

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

At June 30, 2017, the District's carrying amount of deposits were \$3,790,742 and the bank balance was \$3,828,960. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$506,901 was covered by federal depository insurance and the remainder of \$3,322,059 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

NOTE 3 – In-Substance Receipt in Transit

The District received \$487,803 in General State Aid and \$98,511 in Supplemental General State Aid subsequent to June 30, 2017 and as required by K.S.A. 72-6466 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2017.

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 4 - Long-Term Debt

Following is a detailed listing of the District's long-term debt outstanding at June 30, 2017:

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Outstanding Amount</u>
General Obligation Bonds:					
Series 2009-A	05/15/09	3.00 - 5.00%	09/01/29	\$ 2,000,000	\$ 250,000
Series 2009-B	06/16/09	3.00 - 4.50%	09/01/29	6,235,000	800,000
Series 2016	03/30/16	2.00 - 4.00%	09/01/29	6,035,000	<u>5,925,000</u>
Total General Obligation Bonds					<u>\$ 6,975,000</u>

Following is a summary of changes in long-term debt for the year ended June 30, 2017:

<u>Debt Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid Year Ended 6/30/2017</u>
General Obligation Bonds:					
Series 2009-A	\$ 320,000	\$ -	\$ 70,000	\$ 250,000	\$ 9,756
Series 2009-B	1,025,000	-	225,000	800,000	39,922
Series 2016	<u>6,035,000</u>	<u>-</u>	<u>110,000</u>	<u>5,925,000</u>	<u>189,041</u>
Total General Obligation Bonds	<u>\$ 7,380,000</u>	<u>\$ -</u>	<u>\$ 405,000</u>	<u>\$ 6,975,000</u>	<u>\$ 238,719</u>

Annual debt service requirements to maturity for general obligation bonds to be paid with tax levies:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 430,000	\$ 241,504	\$ 671,504
2019	450,000	225,390	675,390
2020	470,000	208,274	678,274
2021	485,000	198,600	683,600
2022	500,000	184,050	684,050
2023 - 2027	2,740,000	669,550	3,409,550
2028 - 2030	<u>1,900,000</u>	<u>147,900</u>	<u>2,047,900</u>
Total	<u>\$ 6,975,000</u>	<u>\$ 1,875,268</u>	<u>\$ 8,850,268</u>

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 5 - Defined Benefit Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate was 16.03% and 10.81%, respectively, for the fiscal year ended June 30, 2017. 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.

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 \$588,163 for the year ended June 30, 2017.

Net Pension Liability. At June 30, 2017, the District's proportionate share of the collective net pension liability reported by KPERS was \$10,594,879. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. 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, 2016. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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 or can be obtained as described above.

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 6 - Compensated Absences

Sick Leave

Certified Employees – Ten days of sick leave shall be granted to all full-time teachers after they have worked one day of their annual contract. Such sick leave entitlement shall cumulate up to a maximum of 70 days of unused sick leave. Teachers who are employed less than full-time shall be entitled to sick leave benefits based upon the following formula: The number of days or amount of time employed over a full employment year times the foregoing benefits received by full-time teachers. Termination of employment automatically cancels all sick leave benefits.

Teachers shall be compensated for their unused sick leave upon their retirement. Teacher disability or death while employed shall also be grounds for compensation. KPERS guidelines will be used to determine retirement and disability eligibility. Compensation will be determined as follows: a) 10 through 14 years of service with the District, \$5.00 per day, up to a maximum of 70 days, b) 15 years of service and over with the District, \$10.00 per day, up to a maximum of 70 days. Because so many events have to be met for unused sick leave to be paid, no accrual is made for unused sick leave.

Noncertified Employees – The Board shall allow one day of sick leave after three days service is performed and one additional day of sick leave for each full month of service completed, but accumulated unused sick leave shall not exceed seven times one year's maximum sick leave accumulation.

There shall be no payment for unused sick leave when an employee ceases employment with the District. Upon death or retirement only, employees shall be compensated for their unused sick leave whether upon KPERS or because of disability as follows: for 10-14 years of service with the District, the compensation shall be \$5.00 per day, up to the maximum allowable sick leave accumulation, except that those employees who work less than an eight hour day will be paid in proportion to the number of hours worked.

For 15 or more years of service with the District, the compensation shall be \$10.00 per day, up to the maximum allowable sick leave accumulation, except that those employees who work less than an eight hour day will be paid in proportion to the number of hours worked.

Vacation Leave

All full-time employees who are employed on a twelve-month basis may be granted a paid vacation each year. Vacation time for employees is two weeks per year for employees with 1-14 years of service. Employees with 15 years or more service receive 15 days (3 weeks) paid vacation. The Superintendent and the Administrative Assistant receive three weeks of vacation. If vacation leave is not taken by end of current year earned, it will be lost. No accrual for vacation leave value occurs.

Personal Leave

Each full time teacher shall be allowed two days of personal leave for any reason which the teacher believes to be more important than being in the classroom.

Personal leave shall be allowed in the same manner for teachers who are employed less than full time but in proportion to the time employed. Personal leave may accumulate for a limit of two years not to exceed four days in any contract year. No accrual for unused personal leave is made and would not be material to the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 7 – Defined Contribution Pension Plan

The District contributes to the District Retirement Plan (DRP), a defined contribution plan, for its administrators and certified employees. DRP is administered by Baybridge.

Benefit terms, including contribution requirements, for DRP are established and may be amended by the Board of Education. For each employee in the pension plan, the District is required to match employee contributions based on the Retiree Group Level, and deposit it to an individual employee account. Employees are permitted to make contributions to the pension plan, up to applicable Internal Revenue Code limits.

The District contributes to the 403(b) plan based on the following schedule:

<u>Retiree Group</u>	<u>Match Ratio</u>	<u>Term</u>
Eligible to retire 2019/2020 to 2023/2024	4 to 1 up to \$50 per month	Through Year 8
Eligible to retire 2019/2020 to 2023/2024	1 to 1 up to \$50 per month	After Year 8 and Through Remainder of Employment
Eligible to retire 2024/2025 to 2028/2029	2 to 1 up to \$50 per month	Through Year 12
Eligible to retire 2024/2025 to 2028/2029	1 to 1 up to \$50 per month	After Year 12 and Through Remainder of Employment
Eligible to retire 2029/2030 and new hires	1 to 1 up to \$50 per month	Duration of Employment

For the year ended June 30, 2017, employee contributions totaled \$24,435, and the District recognized pension expense of \$76,000.

Employees are immediately vested in their own contributions and earnings on those contributions and become vested in the District contributions and earnings on District contributions based on a 15 year vesting schedule of creditable service with the District. Nonvested District contributions are forfeited upon termination of employment. Such forfeitures are used to cover a portion of the pension plan's administrative expenses. For the year ended June 30, 2017, there were no forfeitures.

Employer matching contributions are subject to the following vesting schedule:

<u>Years of Employment</u>	<u>Vested Percentage</u>
1-5 years	0%
6 years	10%
7 years	20%
8 years	30%
9 years	40%
10 years	50%
11 years	60%
12 years	70%
13 years	80%
14 years	90%
15 years	100%

NOTE 8 - Termination Benefits

The District provides an early retirement program for certain eligible employees. Those eligible under this program may receive benefits up to five years. Payments for retired employees under this plan were \$56,250 for the year ended June 30, 2017.

UNIFIED SCHOOL DISTRICT NO. 473
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 9 - Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Parent Education Fund	K.S.A. 72-6478	\$ 18,458
General Fund	Special Education Fund	K.S.A. 72-6478	1,468,652
General Fund	Professional Development Fund	K.S.A. 72-6478	7,700
General Fund	Food Service Fund	K.S.A. 72-6478	45,000
General Fund	KPERS Fund	K.S.A. 72-6478	588,163
General Fund	At Risk (K-12) Fund	K.S.A. 72-6478	105,000
Supplemental General Fund	Food Service Fund	K.S.A. 72-6478	36,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-6478	31,819
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6478	327,000
Supplemental General Fund	Professional Development Fund	K.S.A. 72-6478	10,000
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-6478	331,000
Driver Training Fund	General Fund	K.S.A. 72-6478	<u>50,000</u>
Total			<u>\$ 3,018,792</u>

NOTE 10 – Other Post Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government 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 government under this program.

NOTE 11 - Commitments and Contingencies

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

The District's general obligation bond issues are subject to the arbitrage provisions of Section 148 of the Internal Revenue Code. These provisions include the potential for rebates to the Federal Government of the earnings on the bond proceeds in excess of the yield on the bonds. The amounts of any future rebates due on other bonds or temporary notes have not been determined.

NOTE 12 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

UNIFIED SCHOOL DISTRICT NO. 473
Summary of Expenditures - Actual and Budget
(Budgeted Funds Only)
Regulatory Basis
For the Year Ended June 30, 2017

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year Budget	Variance Over [Under]
Governmental Fund Types:						
General Funds:						
General	\$ 8,301,267	\$ [388,722]	\$ 113,133	\$ 8,025,678	\$ 8,025,678	\$ -
Supplemental General	2,475,710	-	-	2,475,710	2,475,710	-
Special Purpose Funds:						
At Risk (K-12)	469,920	-	-	469,920	399,679	70,241
Bilingual Education	5,654	-	-	5,654	1,704	3,950
Capital Outlay	1,920,699	-	-	1,920,699	1,608,802	311,897
Driver Training	64,693	-	-	64,693	62,795	1,898
Food Service	685,512	-	-	685,512	667,241	18,271
Professional Development	8,770	-	-	8,770	7,907	863
Parent Education	47,451	-	-	47,451	46,741	710
Special Education	1,543,881	-	-	1,543,881	1,534,035	9,846
Vocational Education	376,885	-	-	376,885	318,728	58,157
KPERs Special Retirement Contribution	870,434	-	-	870,434	588,163	282,271
Gifts and Grants	12,050	-	-	12,050	1,553	10,497
Federal Funds	215,503	-	-	215,503	214,003	1,500
Debt Service Fund:						
Bond and Interest	643,720	-	-	643,720	643,719	1

UNIFIED SCHOOL DISTRICT NO. 473
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenues:				
Mineral production taxes	\$ 10	\$ 35	\$ -	\$ 35
State Aid:				
Equalization aid	6,265,274	6,260,274	6,266,208	[5,934]
Supplemental general	862,582	-	-	-
Special education aid	910,988	969,652	1,095,600	[125,948]
KPERS aid	594,876	588,163	870,434	[282,271]
Capital outlay	25,831	-	-	-
Investment income	8,779	14,563	8,780	5,783
Federal aid	21,989	29,769	10,172	19,597
Miscellaneous	1,422	15	50,000	[49,985]
Transfer in	-	50,000	-	50,000
Reimbursed expenses	103,450	113,133	-	113,133
Total Receipts	<u>8,795,201</u>	<u>8,025,604</u>	<u>\$ 8,301,194</u>	<u>\$ [275,590]</u>
Expenditures				
Instruction	4,220,512	4,110,596	\$ 4,281,527	\$ 170,931
Student support services	64,603	202,738	229,965	27,227
Instructional support services	67,056	76,810	58,662	[18,148]
General administration	341,694	245,848	252,670	6,822
School administration	252,966	244,607	256,796	12,189
Central Services	-	-	155,244	155,244
Operations and maintenance	330,128	281,364	316,575	35,211
Other support services	212,014	223,376	4,800	[218,576]
Transportation	452,650	286,028	245,862	[40,166]
Student activities	122,388	121,338	-	[121,338]
Transfers out	2,731,116	2,232,973	2,499,166	266,193
Adjustments to comply with legal max	-	-	[388,722]	[388,722]
Adjustment for qualifying budget credit	-	-	113,133	113,133
Total Expenditures	<u>8,795,127</u>	<u>8,025,678</u>	<u>\$ 8,025,678</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	74	[74]		
Unencumbered Cash, Beginning	<u>-</u>	<u>74</u>		
Unencumbered Cash, Ending	<u>\$ 74</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual	Actual	Budget	[Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 1,599,384	\$ 1,230,595	\$ 1,273,691	\$ [43,096]
Delinquent taxes	28,203	17,517	24,566	[7,049]
Motor vehicle tax	170,888	155,056	156,662	[1,606]
Recreational vehicle tax	3,045	2,955	3,619	[664]
Commercial vehicle tax	2,231	9,377	7,803	1,574
State aid	-	971,221	971,221	-
Transfers in	862,582	-	-	-
Total Receipts	<u>2,666,333</u>	<u>2,386,721</u>	<u>\$ 2,437,562</u>	<u>\$ [50,841]</u>
Expenditures				
Instruction	8,376	698	\$ 2,732	\$ 2,034
Student support services	53,602	58,512	49,061	[9,451]
Instructional support services	266,842	238,232	237,832	[400]
Other support services	-	21,301	-	[21,301]
School administration	539,951	550,699	542,069	[8,630]
Central services	35,022	39,813	36,000	[3,813]
Operations and maintenance	415,117	446,232	475,565	29,333
Transportation	348,490	384,404	376,392	[8,012]
Transfers out	808,310	735,819	756,059	20,240
Total Expenditures	<u>2,475,710</u>	<u>2,475,710</u>	<u>\$ 2,475,710</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	190,623	[88,989]		
Unencumbered Cash, Beginning	<u>6,326</u>	<u>196,949</u>		
Unencumbered Cash, Ending	<u>\$ 196,949</u>	<u>\$ 107,960</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 364,275	\$ 436,000	\$ 365,158	\$ 70,842
Total Receipts	<u>364,275</u>	<u>436,000</u>	<u>\$ 365,158</u>	<u>\$ 70,842</u>
Expenditures				
Instruction	269,075	399,670	\$ 469,920	\$ 70,250
Instructional support services	<u>107,227</u>	<u>9</u>	<u>-</u>	<u>[9]</u>
Total Expenditures	<u>376,302</u>	<u>399,679</u>	<u>\$ 469,920</u>	<u>\$ 70,241</u>
Receipts Over [Under] Expenditures	[12,027]	36,321		
Unencumbered Cash, Beginning	<u>27,185</u>	<u>15,158</u>		
Unencumbered Cash, Ending	<u>\$ 15,158</u>	<u>\$ 51,479</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Bilingual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers in	\$ -	\$ -	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures				
Instruction	<u>2,221</u>	<u>1,704</u>	<u>\$ 5,654</u>	<u>\$ 3,950</u>
Total Expenditures	<u>2,221</u>	<u>1,704</u>	<u>\$ 5,654</u>	<u>\$ 3,950</u>
Receipts Over [Under] Expenditures	[2,221]	[1,704]		
Unencumbered Cash, Beginning	<u>22,132</u>	<u>19,911</u>		
Unencumbered Cash, Ending	<u>\$ 19,911</u>	<u>\$ 18,207</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 38,511	\$ 298,085	\$ 280,388	\$ 17,697
Delinquent taxes	3,207	1,709	506	1,203
Motor vehicle tax	29,155	40,752	-	40,752
Recreational vehicle tax	209	340	555	[215]
Commercial vehicle tax	236	357	1,197	[840]
Investment income	-	-	24,019	[24,019]
Miscellaneous	1,586	32,443	80,810	[48,367]
Federal aid	9,424	12,758	-	12,758
State aid	-	80,592	101,335	[20,743]
Sale of property	<u>84,079</u>	<u>84,758</u>	<u>-</u>	<u>84,758</u>
Total Receipts	<u>166,407</u>	<u>551,794</u>	<u>\$ 488,810</u>	<u>\$ 62,984</u>
Expenditures				
Property and equipment - instruction	272,564	301,952	\$ 303,790	\$ 1,838
School administration and central services	-	-	14,530	14,530
Operations and maintenance	636,647	557,682	565,069	7,387
Property and equipment - operations	19,902	15,316	117,000	101,684
Vehicle & Maintenance Services	-	-	201,810	201,810
Property and equipment - transportation	204,074	139,322	-	[139,322]
Site improvement services	13,920	-	5,000	5,000
Architectural and engineering services	52,339	11,205	-	[11,205]
Building repair and remodeling	<u>603,205</u>	<u>583,325</u>	<u>713,500</u>	<u>130,175</u>
Total Expenditures	<u>1,802,651</u>	<u>1,608,802</u>	<u>\$ 1,920,699</u>	<u>\$ 311,897</u>
Receipts Over [Under] Expenditures	[1,636,244]	[1,057,008]		
Unencumbered Cash, Beginning	<u>3,933,839</u>	<u>2,297,595</u>		
Unencumbered Cash, Ending	<u>\$ 2,297,595</u>	<u>\$ 1,240,587</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Miscellaneous	\$ 12,840	\$ 11,080	\$ -	\$ 11,080
State aid	<u>3,740</u>	<u>7,680</u>	<u>5,400</u>	<u>2,280</u>
Total Receipts	<u>16,580</u>	<u>18,760</u>	<u>\$ 5,400</u>	<u>\$ 13,360</u>
Expenditures				
Instruction	12,025	10,897	\$ 12,026	\$ 1,129
Instructional support services	119	150	120	[30]
Transfer out	-	50,000	50,000	-
Operations and maintenance	<u>1,632</u>	<u>1,748</u>	<u>2,547</u>	<u>799</u>
Total Expenditures	<u>13,776</u>	<u>62,795</u>	<u>\$ 64,693</u>	<u>\$ 1,898</u>
Receipts Over [Under] Expenditures	2,804	[44,035]		
Unencumbered Cash, Beginning	<u>62,429</u>	<u>65,233</u>		
Unencumbered Cash, Ending	<u>\$ 65,233</u>	<u>\$ 21,198</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Food Service Fund
Schedule Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Federal aid	\$ 367,484	\$ 362,411	\$ 351,989	\$ 10,422
State aid	6,234	12,090	5,332	6,758
Charges for services	218,026	221,070	223,586	[2,516]
Transfers in	<u>86,525</u>	<u>81,000</u>	<u>109,254</u>	<u>[28,254]</u>
Total Receipts	<u>678,269</u>	<u>676,571</u>	<u>\$ 690,161</u>	<u>\$ [13,590]</u>
Expenditures				
Food service operation	673,397	660,354	\$ 685,512	\$ 25,158
Operations and maintenance	<u>10,164</u>	<u>6,887</u>	<u>-</u>	<u>[6,887]</u>
Total Expenditures	<u>683,561</u>	<u>667,241</u>	<u>\$ 685,512</u>	<u>\$ 18,271</u>
Receipts Over [Under] Expenditures	[5,292]	9,330		
Unencumbered Cash, Beginning	<u>8,693</u>	<u>3,401</u>		
Unencumbered Cash, Ending	<u>\$ 3,401</u>	<u>\$ 12,731</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers in	\$ 10,000	\$ 17,700	\$ 7,700	\$ 10,000
Total Receipts	<u>10,000</u>	<u>17,700</u>	<u>\$ 7,700</u>	<u>\$ 10,000</u>
Expenditures				
Instructional support services	<u>9,417</u>	<u>7,907</u>	<u>\$ 8,770</u>	<u>\$ 863</u>
Total Expenditures	<u>9,417</u>	<u>7,907</u>	<u>\$ 8,770</u>	<u>\$ 863</u>
Receipts Over [Under] Expenditures	583	9,793		
Unencumbered Cash, Beginning	<u>487</u>	<u>1,070</u>		
Unencumbered Cash, Ending	<u>\$ 1,070</u>	<u>\$ 10,863</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Parent Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State aid	\$ 27,184	\$ -	\$ 28,155	\$ [28,155]
Federal aid	-	25,536	-	25,536
Miscellaneous revenue	-	127	-	127
Transfers in	17,670	18,458	19,301	[843]
Total Receipts	<u>44,854</u>	<u>44,121</u>	<u>\$ 47,456</u>	<u>\$ [3,335]</u>
Expenditures				
Student support services	44,870	46,741	\$ 47,451	\$ 710
Total Expenditures	<u>44,870</u>	<u>46,741</u>	<u>\$ 47,451</u>	<u>\$ 710</u>
Receipts Over [Under] Expenditures	[16]	[2,620]		
Unencumbered Cash, Beginning	<u>87</u>	<u>71</u>		
Unencumbered Cash, Ending	<u>\$ 71</u>	<u>\$ [2,549]</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Miscellaneous	\$ 11,838	\$ -	\$ 72,000	\$ [72,000]
Federal aid	25,521	18,136	-	18,136
Transfers in	<u>1,258,498</u>	<u>1,500,471</u>	<u>1,452,395</u>	<u>48,076</u>
Total Receipts	<u>1,295,857</u>	<u>1,518,607</u>	<u>\$ 1,524,395</u>	<u>\$ [5,788]</u>
Expenditures				
Instruction	1,304,953	1,445,070	\$ 1,466,253	\$ 21,183
Transportation	<u>78,321</u>	<u>88,965</u>	<u>77,628</u>	<u>[11,337]</u>
Total Expenditures	<u>1,383,274</u>	<u>1,534,035</u>	<u>\$ 1,543,881</u>	<u>\$ 9,846</u>
Receipts Over [Under] Expenditures	[87,417]	[15,428]		
Unencumbered Cash, Beginning	<u>149,167</u>	<u>61,750</u>		
Unencumbered Cash, Ending	<u>\$ 61,750</u>	<u>\$ 46,322</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Reimbursed expenses	\$ 8,227	\$ 6,902	\$ -	\$ 6,902
Federal aid	13,808	22,326	-	22,326
Miscellaneous	-	-	22,000	[22,000]
Transfers in	<u>345,000</u>	<u>327,000</u>	<u>340,000</u>	<u>[13,000]</u>
Total Receipts	<u>367,035</u>	<u>356,228</u>	<u>\$ 362,000</u>	<u>\$ [5,772]</u>
Expenditures				
Instruction	374,972	315,804	\$ 376,135	\$ 60,331
Instructional support services	<u>758</u>	<u>2,924</u>	<u>750</u>	<u>[2,174]</u>
Total Expenditures	<u>375,730</u>	<u>318,728</u>	<u>\$ 376,885</u>	<u>\$ 58,157</u>
Receipts Over [Under] Expenditures	[8,695]	37,500		
Unencumbered Cash, Beginning	<u>24,268</u>	<u>15,573</u>		
Unencumbered Cash, Ending	<u>\$ 15,573</u>	<u>\$ 53,073</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
KPERs Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfer in	\$ 594,876	\$ 588,163	\$ 870,434	\$ [282,271]
Total Receipts	<u>594,876</u>	<u>588,163</u>	<u>\$ 870,434</u>	<u>\$ [282,271]</u>
Expenditures				
Instruction	375,970	383,533	\$ 557,078	\$ 173,545
Student support services	12,844	27,883	26,113	[1,770]
Instructional support services	22,843	18,866	26,113	7,247
General administration	13,718	9,867	17,409	7,542
School administration	60,764	57,696	78,339	20,643
Other supplemental services	13,356	15,623	17,408	1,785
Operations and maintenance	35,787	35,771	52,226	16,455
Student transportation services	39,684	29,763	69,635	39,872
Food service	19,910	9,161	26,113	16,952
Total Expenditures	<u>594,876</u>	<u>588,163</u>	<u>\$ 870,434</u>	<u>\$ 282,271</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Contributions and donations	\$ 6,370	\$ 1,243	\$ 8,000	\$ [6,757]
Total Receipts	<u>6,370</u>	<u>1,243</u>	<u>\$ 8,000</u>	<u>\$ [6,757]</u>
Expenditures				
Instruction	3,728	109	\$ 6,000	\$ 5,891
Instructional support services	2,717	275	5,750	5,475
Student support services	1,205	169	-	[169]
General administration	297	-	300	300
Student transportation services	-	1,000	-	[1,000]
Total Expenditures	<u>7,947</u>	<u>1,553</u>	<u>\$ 12,050</u>	<u>\$ 10,497</u>
Receipts Over [Under] Expenditures	[1,577]	[310]		
Unencumbered Cash, Beginning	<u>7,693</u>	<u>6,116</u>		
Unencumbered Cash, Ending	<u>\$ 6,116</u>	<u>\$ 5,806</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Federal Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

	<u>Title I</u>	<u>Title II A</u>	<u>Title I Carryover</u>	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Receipts						
Federal aid	\$ 174,403	\$ 39,600	\$ 986	\$ 214,003	\$ 215,503	\$ [1,500]
Total Receipts	<u>174,403</u>	<u>39,600</u>	<u>986</u>	<u>214,003</u>	<u>\$ 215,503</u>	<u>\$ [1,500]</u>
Expenditures						
Instruction	174,403	39,600	701	214,003	\$ 215,076	\$ 1,073
Instructional support services	-	-	285	-	427	427
Total Expenditures	<u>174,403</u>	<u>39,600</u>	<u>986</u>	<u>214,003</u>	<u>\$ 215,503</u>	<u>\$ 1,500</u>
Receipts Over [Under] Expenditures	-	-	-	-		
Unencumbered Cash, Beginning	-	-	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Student Materials Revolving Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2017 and 2016

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for services	\$ 124,790	\$ 153,343
Total Receipts	<u>124,790</u>	<u>153,343</u>
Expenditures		
Instruction	<u>79,706</u>	<u>106,256</u>
Total Expenditures	<u>79,706</u>	<u>106,256</u>
Receipts Over [Under] Expenditures	45,084	47,087
Unencumbered Cash, Beginning	<u>54,072</u>	<u>99,156</u>
Unencumbered Cash, Ending	<u>\$ 99,156</u>	<u>\$ 146,243</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 473
Contingency Reserve Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2017 and 2016

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Capital outlay	-	-
Total Expenditures	-	-
Receipts Over [Under] Expenditures	-	-
Unencumbered Cash, Beginning	654,090	654,090
Unencumbered Cash, Ending	<u>\$ 654,090</u>	<u>\$ 654,090</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 473
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 380,581	\$ 394,037	\$ 368,717	\$ 25,320
Delinquent taxes	8,825	4,926	5,788	[862]
Motor vehicle tax	56,720	52,705	51,389	1,316
Recreational vehicle tax	1,003	1,012	1,187	[175]
Commercial vehicle tax	712	2,323	2,560	[237]
State aid	149,479	167,367	167,367	-
Misc income	-	3,180	-	3,180
Bond proceeds	<u>6,763,863</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>7,361,183</u>	<u>625,550</u>	<u>\$ 597,008</u>	<u>\$ 28,542</u>
Expenditures				
Principal	270,000	405,000	\$ 405,000	\$ -
Interest	327,914	238,719	238,720	1
Bond refunding	6,652,122	-	-	-
Bond issuance costs	<u>111,741</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>7,361,777</u>	<u>643,719</u>	<u>\$ 643,720</u>	<u>\$ 1</u>
Receipts Over [Under] Expenditures	[594]	[18,169]		
Unencumbered Cash, Beginning	<u>977,218</u>	<u>976,624</u>		
Unencumbered Cash, Ending	<u>\$ 976,624</u>	<u>\$ 958,455</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 473
Student Organization Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2017

<u>FUND</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Blue Ridge Elementary				
Student activity	\$ 1,151	\$ -	\$ 79	\$ 1,072
Total Blue Ridge Elementary Activity Funds	<u>1,151</u>	<u>-</u>	<u>79</u>	<u>1,072</u>
Enterprise Elementary				
Student activity	3,887	3,024	2,775	4,136
Total Enterprise Elementary Activity Funds	<u>3,887</u>	<u>3,024</u>	<u>2,775</u>	<u>4,136</u>
Rural Center Elementary				
Student activity	2,306	12,493	12,102	2,697
Total Rural Center Elementary Activity Funds	<u>2,306</u>	<u>12,493</u>	<u>12,102</u>	<u>2,697</u>
Chapman Elementary				
Student activity	4,959	3,080	998	7,041
Total Chapman Elementary Activity Funds	<u>4,959</u>	<u>3,080</u>	<u>998</u>	<u>7,041</u>
Chapman Middle School				
Student activity	817	4,873	4,542	1,148
GBB scholarship	3,444	-	150	3,294
Archery	440	48,915	42,302	7,053
Student council	2,174	29,759	26,475	5,458
Total Chapman Middle Activity Funds	<u>6,875</u>	<u>83,547</u>	<u>73,469</u>	<u>16,953</u>
High School Funds				
AFG	1,086	780	654	1,212
AFS	151	145	-	296
ASP	417	5,884	4,120	2,181
Lifeskills	827	-	63	764
Construction Club	34	1,700	1,000	734
FCA	25	-	-	25
Drama	914	1,276	1,388	802
FFA	16,970	87,474	89,699	14,745
FCCLA	62	6,738	6,661	139
Hi-Y	838	905	1,381	362
Irish Custom Cabinets	650	7,719	8,369	-
National Honor Society	853	2,723	2,709	867
Students Against Drunk Driving	1,086	10,433	9,666	1,853
Cheerleaders	1,850	18,265	16,339	3,776
Student Council	4,782	3,862	4,365	4,279
Scholars Bowl	464	1,041	1,330	175
Dance	2,867	6,180	8,038	1,009
Tri-M	5,465	5,551	8,304	2,712
FBLA	3,412	3,684	3,781	3,315
FIRE	-	6,208	3,295	2,913
Band	7,741	108,840	115,740	841
Letterman's Club	9,692	2,191	-	11,883
Kid's Rec	-	1,915	1,915	-
Art Club	3,361	2,819	3,749	2,431
Teacher Gifts	-	391	163	228
Student Aid	-	935	261	674
Journalism Club	-	500	300	200
Total High School Activity Funds	<u>63,547</u>	<u>288,159</u>	<u>293,290</u>	<u>58,416</u>
Payroll Clearing	<u>9,243</u>	<u>[1,333]</u>	<u>-</u>	<u>7,910</u>
TOTAL STUDENT ORGANIZATION FUNDS	<u>\$ 91,968</u>	<u>\$ 388,970</u>	<u>\$ 382,713</u>	<u>\$ 98,225</u>

See independent auditor's report on the financial statements.

SCHEDULE 4

UNIFIED SCHOOL DISTRICT NO. 473
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<u>Gate Receipts:</u>							
High School	\$ -	\$ -	\$ 37,852	\$ 37,852	\$ -	\$ -	\$ -
Total Gate Receipts	-	-	37,852	37,852	-	-	-
<u>School Projects:</u>							
Blue Ridge Elementary							
Petty Cash	50	-	-	-	50	-	50
Total Blue Ridge Elementary	50	-	-	-	50	-	50
Enterprise Elementary							
Petty Cash	50	-	206	206	50	-	50
Total Enterprise Elementary	50	-	206	206	50	-	50
Rural Center Elementary							
Petty Cash	50	-	95	96	49	-	49
Total Rural Center Elementary	50	-	95	96	49	-	49
Chapman Elementary							
Vending Machines	124	-	376	-	500	-	500
Wee Irish Preschool	-	-	42,563	41,903	660	-	660
Petty Cash	100	-	-	-	100	-	100
Total Chapman Elementary	224	-	42,939	41,903	1,260	-	1,260
Chapman Middle School							
Vending Machines	156	-	2,385	1,887	654	-	654
Petty Cash	150	-	371	371	150	-	150
Total Chapman Middle School	306	-	2,756	2,258	804	-	804
Chapman High School							
Petty Cash	100	-	200	200	100	-	100
Sales Tax	61	-	11,729	8,080	3,710	-	3,710
Total Chapman High School	161	-	11,929	8,280	3,810	-	3,810
Total School Projects	841	-	57,925	52,743	6,023	-	6,023
Total District Activity Funds	\$ 841	\$ -	\$ 95,777	\$ 90,595	\$ 6,023	\$ -	\$ 6,023

See independent auditor's report on the financial statements.