

UNIFIED SCHOOL DISTRICT NO. 286

Financial Statements
and
Supplemental Information

with Independent Auditor's Report

For the Year Ended June 30, 2018

Unified School District No. 286
Sedan, Kansas
Special Financial Statements
For the Fiscal Year Ended June 30, 2018

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INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 286
Sedan, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 286, Sedan, 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 1; 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 Unified School District No. 286, Sedan, 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 Unified School District No. 286, Sedan, Kansas, as of June 30, 2018, 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 Unified School District No. 286, Sedan, Kansas, as of June 30, 2018, 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.

Other Matters

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, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 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 to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

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 Unified School District No. 286, Sedan, Kansas, as of June 30, 2017 (not presented herein) and have issued our report thereon dated November 17, 2017, 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://www.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 ended 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 financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 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 financial statement or to the 2017 financial statement itself, 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 1.

Respectfully Submitted,

Rodney M. Burns, CPA, LLC

November 15, 2018

Unified School District No. 286
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2018

	Beginning Unencumbered Cash Balance	Beginning Balance Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General	\$ 42		3,248,066	3,248,065	43	7,590	7,633
Supplemental General	55,135		1,099,187	1,101,146	53,176	218,279	271,455
Special Purpose:							
At Risk 4 Year Old			13,919	13,919			
At Risk K-12	64,971		404,369	404,311	65,029		65,029
Virtual Education							
Capital Outlay	1,131,327		312,176	348,678	1,094,825	226,613	1,321,438
Driver Training	20,827		4,063	4,318	20,572		20,572
Food Service	36,829		231,908	236,669	32,068	750	32,818
Professional Development	380				380		380
Special Education	265,720		747,629	664,484	348,865		348,865
Career and Postsecondary Education	7,800		113,614	108,545	12,869	115	12,984
KPERS Special Retirement Contribution			279,404	279,404			
Contingency Reserve	145,967				145,967		145,967
Textbook and Student Material Revolving	14,361		8,780	587	22,554		22,554
Recreation Commission	22,449		6,064	21,000	7,513		7,513
Blue Cross Blue Shield Foundation Grant			1,000	1,000			
REAP Grant	7,942		8,227	8,227	7,942		7,942
Title I			89,498	89,498		9,948	9,948
Improving Teacher Quality (2)		300	13,121	13,421			
Social and Emotional Learning			25,000	21,092	3,908		3,908
Kansas Reading Roadmap	(29,444)		126,944	110,243	(12,743)		(12,743)
Title IV-A			2,433	2,433		2,433	2,433
Gate Receipts	4,691		49,292	47,755	6,228		6,228
Special Projects	16,569		11,257	11,071	16,755		16,755
Total Primary Government (1)	<u>1,765,566</u>	<u>300</u>	<u>6,795,951</u>	<u>6,735,866</u>	<u>1,825,951</u>	<u>465,728</u>	<u>2,291,679</u>
Composition of Cash:							
Cash and Cash Items on Hand							258
Certificates of Deposit							1,000,000
Demand Deposits							1,222,612
Due from State of Kansas							273,369
Less: Agency Funds							(204,557)
Adjustment for Rounding							(3)
Total Primary Government (1)							<u>2,291,679</u>

(1) Excluding Agency Funds

(2) Beg Bal Adjust - Prior Year Encumbrances Cancelled

Unified School District No. 286
Sedan, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2018

Note 1 Summary of Significant Accounting Policies

A. Reporting Entity

Principles Used in Determining Scope of Entity

The basic criterion used for including or excluding other governmental organizations as part of the financial statements of the School District is financial accountability. Financial accountability is derived from the District's powers and includes, but is not limited to, appointment of a voting majority of the governing body, imposition of will, financial benefit/burden on primary government and fiscal dependency. The District has waived the application of generally accepted accounting principles and as such, have not included any component units in these financial statements.

B. Basis of Presentation

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 Regulatory Basis Fund Types comprise the financial activities of the school district for the year ending June 30, 2018:

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

Special Purpose Funds -- used to account for the proceeds of specific tax levies and other revenue sources that are intended for specific purposes.

Agency Funds -- funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

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 regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis 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 Kansas Municipal Audit and Accounting Guide 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.

Unified School District No. 286
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Notes to Financial Statements
For the Year Ended June 30, 2018

The School 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 School to use the regulatory basis of accounting.

D. Budgets

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. 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 local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue 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. During the year ended June 30, 2018, the District amended the budgets of the following funds in the amounts indicated:

	Original <u>Budget</u>	Amended <u>Budget</u>
General Fund	\$ 3,220,809	3,248,065
At Risk 4 Yr Old Fund	21,200	43,233
KPERS Special Retirement Contribution Fund	277,048	290,241
Special Education Fund	728,708	756,314

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received. Expenditures include disbursements, 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

Unified School District No. 286
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Notes to Financial Statements
For the Year Ended June 30, 2018

A legal operating budget is not required for capital project funds, agency funds, and the following special purpose funds of the District:

Contingency Reserve Fund
Textbook and Student Material Revolving Fund
Blue Cross Blue Shield Foundation Grant Fund
REAP Grant Fund
Title I Fund
Improving Teacher Quality Fund
Social and Emotional Learning Fund
Kansas Reading Roadmap Fund
Title IV-A Fund
Gate Receipts Fund
Special Projects Fund

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

E. Assets, Liabilities, and Fund Equity

Cash

To facilitate better management of the District's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the special purpose funds designated by Kansas statutes.

Property Taxes and Other Receivables

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

F. Revenues and Expenditures

Property Tax Revenue Recognition

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at rates established by Kansas Statutes. This interest is retained by the county.

Taxes levied to finance the budget are made available to the school after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

Unified School District No. 286
Sedan, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2018

Reimbursed Expenses

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.

Interfund Transactions

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Note 2 **In-Substance Receipt in Transit**

The District received \$273,369 subsequent to June 30, 2018 and as required by K.S.A. 72-6417 and 72-6434, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018. \$210,318 of these receipts were for the General Fund and \$63,051 for the Supplemental General Fund. The total of these amounts is displayed in the "Composition of Cash" as "Due from State of Kansas".

Note 3 **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 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.

K.S.A. 12-1675 allows the District to deposit idle funds in time deposits-open accounts, and certificates of deposit with allowable financial institutions; and to invest idle funds in U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool.

The District held no investments at June 30, 2018 and held no investments throughout the year.

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 not designated any peak periods.

Unified School District No. 286
Sedan, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2018

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

At June 30, 2018, the carrying amount of the District's deposits was \$2,222,612 and the bank balance was \$2,481,057. Of the bank balance, \$500,000 was covered by federal depository insurance and the remaining \$1,981,057 was collateralized with securities held by the pledging financial institutions' agents in the School's name.

Note 4 Long-term Debt

General Obligation Bonds

Kansas schools are limited to aggregate debt not to exceed 14% of assessed valuation of tangible taxable property within the district. The School District's assessed valuation at June 30, 2018 was \$19,203,788. The District has no outstanding bonded indebtedness, resulting in a legal debt limitation of \$2,688,530.

Changes in Long-Term Debt

Changes in long-term debt for the year ending June 30, 2018 were as follows:

<u>Issue</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>
<u>Contracted Liabilities:</u>				
Early Retirement Program	\$ 38,583	12,844	16,083	35,344
Total Contractual Indebtedness	<u>38,583</u>	<u>12,844</u>	<u>16,083</u>	<u>35,344</u>

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>Total</u>
Early Retirement Plan	\$ <u>21,344</u>	<u>11,000</u>	<u>3,000</u>	<u>35,344</u>

Unified School District No. 286
Sedan, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2018

Note 5 Claims and Judgments

The School 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 School may be required to reimburse the grantor government. As of November 15, 2018, current year grant expenditures have not been audited, but the School believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the School.

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

The School is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The School 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.

Note 6 Interfund Transfers

<u>From Fund:</u>	<u>To Fund:</u>	<u>Authority</u>	<u>Amount</u>
General Fund	At Risk K-12 Fund	K.S.A. 72-5167	\$ 339,340
General Fund	Capital Outlay Fund	K.S.A. 72-5167	218,490
General Fund	Special Education Fund	K.S.A. 72-5167	415,312
General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5167	112,200
General Fund	At Risk K-12 Fund	K.S.A. 72-5143	65,029
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	301,904

Note 7 Other Long-Term Obligations from Operations

Compensated Absences.

The school district's leave policy allows crediting each certified employee with thirteen days leave per year (fourteen per year after fifteen years service) up to a maximum of seventy five days. Classified year-round employees accrue twelve days leave per year. Classified nine-month employees accrue nine days leave per year. At retirement certified employees with ten years or more of service are compensated for a maximum of thirty days of accumulated leave at the current substitute teacher pay rate. At retirement, classified employees with ten years or more of service are compensated for a maximum of thirty days of accumulated leave at their current rate of pay. At the end of each contract year each employee is compensated for days in excess of their respective maximum, at the same rate they would receive if they had retired.

Unified School District No. 286
Sedan, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2018

Early Retirement Incentive Plan

The school district's professional employee early retirement plan provides the following:

1. Employee will have a single low option plan paid by the district through the month of their sixty fifth birthday if:
 - a. Employee has reached the age of sixty two and has 20 or more years of service
 - b. Employee has reached the age of sixty and has 25 or more years of service
2. Employee will have a single low option plan paid by the district for the first twelve months following their retirement school year if:
 - a. Employee has not reached the age of sixty and has 25 or more years of service

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 (not including the 1.00% contribution rate 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.

Unified School District No. 286
Sedan, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2018

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contribution 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 contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million 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 \$279,404 for the year ended June 30, 2018.

Net Pension Liability. At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$3,202,260. 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. Data from the June 30, 2018 KPERS report was not available at the date of this report. 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 longterm 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 publicly available on the website at www.kpers.org or can be obtained as described above.

Note 8 Stewardship, Compliance, and Accountability

Compliance with Kansas Cash Basis Law

Statement 1 has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. As shown in Statement 1, the District was in apparent violation of K.S.A. 10-1113, as the District has obligated expenditures in excess of available monies in the Kansas Reading Roadmap Fund. However, K.S.A 10-1116 provides that under certain situations, a fund can end the year with a negative unencumbered cash balance and is therefore, exempt from the cash basis laws of the State of Kansas. The fund listed above met the criteria under the statutes, and therefore, is not deemed to be in violation of the Kansas cash basis law.

Compliance with Kansas Budget Law

No violations.

Compliance with Kansas Depository Security Law

No violations.

Note 9 Subsequent Events

The District has evaluated subsequent events through November 15, 2018, the date which the financial statement was available to be issued.

Unified School District No. 286
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

Schedule 1

		<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavorable)</u>
Governmental Type Funds:							
General	\$	3,248,065			3,248,065	3,248,065	
Supplemental General		1,101,146			1,101,146	1,101,146	
Special Purpose:							
At Risk 4 Year Old		43,233			43,233	13,919	29,314
At Risk K-12		470,000			470,000	404,311	65,689
Virtual Education		10,000			10,000		10,000
Capital Outlay		1,200,000			1,200,000	348,678	851,322
Driver Training		10,150			10,150	4,318	5,832
Food Service		288,700		22,810	311,510	236,669	74,841
Professional Development		380			380		380
Special Education		756,314		2,706	759,020	664,484	94,536
Career and Postsecondary Education		125,000			125,000	108,545	16,455
KPERS Special Retirement Contribution		290,241			290,241	279,404	10,837
Recreation Commission		21,000			21,000	21,000	
Totals		<u>7,564,229</u>	<u></u>	<u>25,516</u>	<u>7,589,745</u>	<u>6,430,539</u>	<u>1,159,206</u>

General Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Miscellaneous	\$ 42			
Revenue from State Sources				
General State Aid	2,620,658	2,835,460	2,835,417	43
KPERs State Aid	175,903			
Special Education Aid	377,465	412,606	412,606	
Total Revenue from State Sources	3,174,026	3,248,066	3,248,023	43
Total Cash Receipts	3,174,068	3,248,066	3,248,023	43
Expenditures and Transfers				
Instruction				
Certified Salaries	929,811	978,296	1,020,000	41,704
Non-Certified Salaries	3,074	3,958	6,000	2,042
Group Insurance	188,846	201,631	190,000	(11,631)
Social Security	60,861	65,050	62,000	(3,050)
Other Employee Benefits	30,990	25,606	31,000	5,394
Purchased Property Services			10,000	10,000
Other Miscellaneous Purchased Services			300	300
Supplies and Materials	9,534	38,252	13,796	(24,456)
Miscellaneous Supplies			600	600
Property (Equipment & Furnishings)	927		1,000	1,000
Other			2,500	2,500
Total Instruction	1,224,043	1,312,793	1,337,196	24,403
Support Services - Students				
Certified Salaries	25,783	26,042	26,000	(42)
Non-Certified Salaries			20,000	20,000
Group Insurance	5,333	5,489	5,500	11
Social Security	1,896	1,919	2,000	81
Other Employee Benefits	22	23	25	2
Purchased Professional and Technical Services	3,727	528	3,500	2,972
Purchased Property Services			17,000	17,000
Repairs and Maintenance	15,663	15,024		(15,024)
Other Purchased Services	750		800	800
Supplies and Materials		46	200	154
Other	31,634	45,867	32,000	(13,867)
Total Support Services - Students	84,808	94,938	107,025	12,087
Support Services - Instr. Staff				
Non-Certified Salaries	21,210	21,756	22,000	244
Group Insurance	5,333	5,452	5,500	48
Social Security	13,646	12,745	16,000	3,255
Other Employee Benefits	190	323	200	(123)
Purchased Professional and Technical Services			10,000	10,000
Purchased Property Services			10,000	10,000
Other Purchased Services			6,374	6,374
Supplies and Materials	569	416		(416)
Books and Periodicals	156	975	400	(575)
Miscellaneous Supplies			1,000	1,000
Property (Equipment & Furnishings)			8,000	8,000
Other			783	783
Total Support Services - Instr. Staff	41,104	41,667	80,257	38,590

General Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
General Administration				
Certified Salaries	\$ 65,082	50,950	77,100	26,150
Group Insurance	5,869	6,815	6,000	(815)
Social Security	4,438	3,443	6,000	2,557
Other Employee Benefits	54	42	100	58
Purchased Professional and Technical Services	7,223		12,400	12,400
Purchased Property Services	507		1,550	1,550
Communication Services	10,402	12,473	10,500	(1,973)
Other Miscellaneous Purchased Services	1,422	519	1,500	981
Supplies and Materials	1,521	2,584	1,600	(984)
Property (Equipment & Furnishings)	449	773	500	(273)
Other	12,397	16,876	13,000	(3,876)
Total General Administration	<u>109,364</u>	<u>94,475</u>	<u>130,250</u>	<u>35,775</u>
School Administration				
Certified Salaries	128,642	140,856	128,700	(12,156)
Non-Certified Salaries	50,414	49,930	50,500	570
Group Insurance	16,328	17,521	16,500	(1,021)
Social Security	12,796	13,263	31,335	18,072
Other Employee Benefits	243	250	300	50
Purchased Professional and Technical Services	25	2,718	100	(2,618)
Purchased Property Services			4,000	4,000
Communication Services			1,000	1,000
Other Miscellaneous Purchased Services	720	753	800	47
Supplies and Materials	521	532	500	(32)
Property (Equipment & Furnishings)		4,301		(4,301)
Other	292	3,452	1,000	(2,452)
Total School Administration	<u>209,981</u>	<u>233,576</u>	<u>234,735</u>	<u>1,159</u>
Operations and Maintenance				
Non-Certified Salaries	144,998	132,533	145,000	12,467
Group Insurance	21,360	23,257	21,360	(1,897)
Social Security	10,671	9,613	10,763	1,150
Other Employee Benefits	434	118	500	382
Purchased Professional and Technical Services	8,065	2,540	8,500	5,960
Repairs and Maintenance		805	4,000	3,195
Other Purchased Property Services	2,027	1,574	3,500	1,926
Supplies and Materials	29,591	30,065	31,680	1,615
Other	4,368	4,368	4,400	32
Property (Equipment & Furnishings)	239		1,000	1,000
Other	1,958	211	9,000	8,789
Total Operations and Maintenance	<u>223,711</u>	<u>205,084</u>	<u>239,703</u>	<u>34,619</u>
Vehicle Operation Services				
Non-Certified Salaries	94,942	93,574	100,600	7,026
Social Security	6,391	6,198	6,500	302
Other Employee Benefits	45	36	100	64
Property (Equipment & Furnishings)	135	494		(494)
Equipment	720	1,226	1,000	(226)
Other	5,400	2,335	5,400	3,065
Total Vehicle Operation Services	<u>107,633</u>	<u>103,863</u>	<u>113,600</u>	<u>9,737</u>
Vehicle Servicing/Maintenance				
Non-Certified Salaries	7,302		18,500	18,500
Group Insurance	6,219	5,463	12,000	6,537
Social Security	572	57	3,800	3,743
Other Employee Benefits	944	935	1,300	365
Purchased Professional and Technical Services	1,092	486	3,500	3,014
Purchased Property Services	452		1,000	1,000
Supplies and Materials	1,903	3,277	6,000	2,723
Property (Equipment & Furnishings)			3,000	3,000
Total Vehicle Servicing/Maintenance	<u>18,484</u>	<u>10,218</u>	<u>49,100</u>	<u>38,882</u>

Unified School District No. 286
General Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Other Student Transportation Services				
Non-Certified Salaries	\$ 8,108	9,077	8,500	(577)
Social Security	604	695	650	(45)
Other Employee Benefits	8	10	10	
Other Purchased Services	231	121	500	379
Total Other Student Transportation Services	8,951	9,903	9,660	(243)
Support Services - Other				
Non-Certified Salaries	41,423	40,518	45,000	4,482
Employee Benefits	10,088	7,186		(7,186)
Group Insurance	5,453	5,583	5,500	(83)
Social Security	2,906	2,884	3,000	116
Other Employee Benefits	35	35	12,200	12,165
Total Support Services - Other	59,905	56,206	65,700	9,494
Fund Transfers				
At Risk 4-Year Old	21,187		22,033	22,033
At Risk K-12	352,087	339,340	320,000	(19,340)
Capital Outlay	34,113	218,490		(218,490)
Virtual Education			10,000	10,000
Food Service	4,000		4,000	4,000
Special Education	393,773	415,312	412,606	(2,706)
KPERS	175,903			
Career and Postsecondary Education	104,979	112,200	112,200	
Total Fund Transfers	1,086,042	1,085,342	880,839	(204,503)
Total Expenditures and Transfers	3,174,026	3,248,065	3,248,065	
Receipts Over (Under)				
Expenditures and Transfers	42	1		
Unencumbered Cash, Beginning		42		
Unencumbered Cash, Ending	42	43		

Unified School District No. 286
Supplemental General Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 387,268	407,224	369,108	38,116
Delinquent Taxes	23,973	18,810	7,028	11,782
Total Revenue from Local Sources	411,241	426,034	376,136	49,898
Revenue from County Sources				
Motor Vehicle Tax	60,499	59,965	56,266	3,699
Recreational Vehicle Tax	1,102	1,108	648	460
Commercial Vehicle Tax			881	(881)
Total Revenue from County Sources	61,601	61,073	57,795	3,278
Revenue from State Sources				
Supplemental State Aid	609,936	612,080	612,080	
Total Cash Receipts	1,082,778	1,099,187	1,046,011	53,176
Expenditures and Transfers				
Instruction				
Purchased Professional and Technical Services			67,000	67,000
Supplies and Materials	87,924	69,107	39,000	(30,107)
Textbooks			3,000	3,000
Audio Visual and Software	30,883	23,391	20,000	(3,391)
Miscellaneous Supplies			17,781	17,781
Property (Equipment & Furnishings)	173,774	36,414	225,000	188,586
Other	4,099	613		(613)
Total Instruction	296,680	129,525	371,781	242,256
Support Services - Students				
Purchased Professional and Technical Services			31,000	31,000
Other			4,100	4,100
Total Support Services - Students			35,100	35,100
Support Services - Instr. Staff				
Purchased Professional and Technical Services	66,564	81,024		(81,024)
Property (Equipment & Furnishings)	72,673	77,692	25,826	(51,866)
Total Support Services - Instr. Staff	139,237	158,716	25,826	(132,890)
Operations and Maintenance				
Water/Sewer Services (Non-Energy)	20,533	19,303	20,550	1,247
Repairs and Maintenance	76,738	149,145	76,550	(72,595)
Repair of Buildings	130,069	10,243	115,206	104,963
Insurance	100,828	101,994	91,000	(10,994)
Heating	17,231	23,777	18,000	(5,777)
Electricity	103,372	103,254	103,500	246
Total Operations and Maintenance	448,771	407,716	424,806	17,090
Vehicle Operation Services				
Insurance			11,000	11,000
Motor Fuel	23,779	29,548	24,000	(5,548)
Property (Equipment & Furnishings)	62,600	149	27,116	26,967
Total Vehicle Operation Services	86,379	29,697	62,116	32,419
Vehicle Servicing/Maintenance				
Purchased Professional and Technical Services	17,928	8,559	17,900	9,341

Unified School District No. 286
Supplemental General Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Fund Transfers				
At Risk K-12	\$ 62,413	65,029	65,029	
Food Service			45,600	45,600
Special Education	20,912	301,904	52,988	(248,916)
Total Fund Transfers	83,325	366,933	163,617	(203,316)
Total Expenditures and Transfers	1,072,320	1,101,146	1,101,146	
Receipts Over (Under)				
Expenditures and Transfers	10,458	(1,959)		
Unencumbered Cash, Beginning	44,677	55,135		
Unencumbered Cash, Ending	55,135	53,176		

Unified School District No. 286
At Risk 4 Year Old Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	\$		1,200	(1,200)
Revenue from Federal Sources				
Federal Financial Assistance		13,919	20,000	(6,081)
Operating Transfers				
Transfer from General Fund	21,187		22,033	(22,033)
Total Cash Receipts	<u>21,187</u>	<u>13,919</u>	<u>43,233</u>	<u>(29,314)</u>
Expenditures and Transfers				
Instruction				
Purchased Professional and Technical Services	21,200	13,919	43,233	29,314
Total Expenditures and Transfers	<u>21,200</u>	<u>13,919</u>	<u>43,233</u>	<u>29,314</u>
Receipts Over (Under)				
Expenditures and Transfers	(13)			
Unencumbered Cash, Beginning	13			
Unencumbered Cash, Ending	<u> </u>	<u> </u>		

Unified School District No. 286
At Risk K-12 Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	\$		20,000	(20,000)
Operating Transfers				
Transfer from General Fund	352,087	339,340	320,000	19,340
Transfer from Supplemental General Fund	62,413	65,029	65,029	
Total Operating Transfers	414,500	404,369	385,029	19,340
Total Cash Receipts	414,500	404,369	405,029	(660)
Expenditures and Transfers				
Instruction				
Certified Salaries	301,570	296,101	365,000	68,899
Non-Certified Salaries	14,355	70,623	20,000	(50,623)
Group Insurance			15,000	15,000
Social Security	21,995	26,068	30,000	3,932
Other Employee Benefits	10,926	11,353	15,000	3,647
Purchased Professional and Technical Services		166	20,000	19,834
Supplies and Materials	683		5,000	5,000
Total Expenditures and Transfers	349,529	404,311	470,000	65,689
Receipts Over (Under)				
Expenditures and Transfers	64,971	58		
Unencumbered Cash, Beginning		64,971		
Unencumbered Cash, Ending	64,971	65,029		

Unified School District No. 286
Virtual Education Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$		10,000	(10,000)
Total Cash Receipts			<u>10,000</u>	<u>(10,000)</u>
Expenditures and Transfers				
Instruction				
Purchased Professional and Technical Services			10,000	10,000
Total Expenditures and Transfers			<u>10,000</u>	<u>10,000</u>
Receipts Over (Under)				
Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Unified School District No. 286
Capital Outlay Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 51,460	37,278	35,399	1,879
Delinquent Taxes	615	1,289	984	305
Interest on Investments	5,241	5,656	5,000	656
Other Revenue From Local Sources	42,753	25,827	45,000	(19,173)
Total Revenue from Local Sources	100,069	70,050	86,383	(16,333)
Revenue from County Sources				
Motor Vehicle Tax	2,557	4,205	3,974	231
Recreational Vehicle Tax	46	102	46	56
Commercial Vehicle Tax			62	(62)
Total Revenue from County Sources	2,603	4,307	4,082	225
Revenue from State Sources				
General State Aid	25,520	19,329	18,944	385
Operating Transfers				
Transfer from General Fund	34,113	218,490		218,490
Total Cash Receipts	162,305	312,176	109,409	202,767
Expenditures and Transfers				
Instruction				
Property (Equipment & Furnishings)			250,000	250,000
Support Services - Students				
Property (Equipment & Furnishings)			30,000	30,000
Support Services - Instr. Staff				
Property (Equipment & Furnishings)			30,000	30,000
General Administration				
Property (Equipment & Furnishings)			30,000	30,000
Operations and Maintenance				
Property (Equipment & Furnishings)		9,359	100,000	90,641
Student Transportation				
Property (Equipment & Furnishings)		101,470	140,000	38,530
Facilities Acquisition/Construction				
Building Repair and Remodeling		117,849	300,000	182,151
Architect Services			20,000	20,000
Total Facilities Acquisition/Construction		117,849	320,000	202,151
Architectural and Engineering Services				
Purchased Professional and Technical Services			300,000	300,000
Site Improvements		120,000		(120,000)
Total Architectural and Engineering Services		120,000	300,000	180,000
Total Expenditures and Transfers		348,678	1,200,000	851,322
Receipts Over (Under)				
Expenditures and Transfers	162,305	(36,502)		
Unencumbered Cash, Beginning	969,022	1,131,327		
Unencumbered Cash, Ending	1,131,327	1,094,825		

Unified School District No. 286
Driver Training Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Student Fees	\$ 1,057	1,247	1,500	(253)
Revenue from State Sources				
General State Aid	5,248	2,816	3,500	(684)
Total Cash Receipts	<u>6,305</u>	<u>4,063</u>	<u>5,000</u>	<u>(937)</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	438	4,000	7,500	3,500
Social Security	33	294	600	306
Other Employee Benefits		4	50	46
Purchased Professional and Technical Services	18	20		(20)
Supplies and Materials			1,000	1,000
Total Instruction	<u>489</u>	<u>4,318</u>	<u>9,150</u>	<u>4,832</u>
Vehicle Operation/Maintenance				
Motor Fuel			1,000	1,000
Total Expenditures and Transfers	<u>489</u>	<u>4,318</u>	<u>10,150</u>	<u>5,832</u>
Receipts Over (Under)				
Expenditures and Transfers	5,816	(255)		
Unencumbered Cash, Beginning	<u>15,011</u>	<u>20,827</u>		
Unencumbered Cash, Ending	<u>20,827</u>	<u>20,572</u>		

Unified School District No. 286
Food Service Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Student Sales	\$ 43,453	43,397	44,720	(1,323)
Adults and Non-Reimbursable Programs	2,525	5,769	5,180	589
Other Revenue From Local Sources	<u>5,470</u>	<u>5,281</u>	<u>2,500</u>	<u>2,781</u>
Total Revenue from Local Sources	<u>51,448</u>	<u>54,447</u>	<u>52,400</u>	<u>2,047</u>
Revenue from State Sources				
General State Aid	<u>2,210</u>	<u>2,341</u>	<u>1,848</u>	<u>493</u>
Revenue from Federal Sources				
Federal Financial Assistance	158,878	165,833	143,023	22,810
Other Federal Financial Assistance	<u>9,034</u>	<u>9,287</u>	<u>9,000</u>	<u>287</u>
Total Revenue from Federal Sources	<u>167,912</u>	<u>175,120</u>	<u>152,023</u>	<u>23,097</u>
Operating Transfers				
Transfer from General Fund			4,000	(4,000)
Transfer from Supplemental General Fund	<u>4,000</u>	<u></u>	<u>45,600</u>	<u>(45,600)</u>
Total Operating Transfers	<u>4,000</u>	<u></u>	<u>49,600</u>	<u>(49,600)</u>
Total Cash Receipts	<u>225,570</u>	<u>231,908</u>	<u>255,871</u>	<u>(23,963)</u>
Expenditures and Transfers				
Operations and Maintenance				
Non-Certified Salaries	104	6,563	500	(6,063)
Other Purchased Services			2,000	2,000
Other Miscellaneous Purchased Services	1,683	2,487		(2,487)
Supplies and Materials	627	650	1,000	350
Property (Equipment & Furnishings)	6,690		7,500	7,500
Other	<u>11</u>	<u></u>	<u>500</u>	<u>500</u>
Total Operations and Maintenance	<u>9,115</u>	<u>9,700</u>	<u>11,500</u>	<u>1,800</u>
Food Service Operations				
Non-Certified Salaries	67,643	66,955	80,000	13,045
Group Insurance	15,997	16,357	16,500	143
Social Security	3,005	3,244	5,000	1,756
Other Employee Benefits	57	60	5,000	4,940
Other Miscellaneous Purchased Services	2,505	1,637	3,000	1,363
Supplies and Materials	3,288	4,978		(4,978)
Food and Milk	128,082	133,048	135,000	1,952
Miscellaneous Supplies			4,500	4,500
Property (Equipment & Furnishings)	35	149	27,000	26,851
Other	<u>688</u>	<u>541</u>	<u>1,200</u>	<u>659</u>
Total Food Service Operations	<u>221,300</u>	<u>226,969</u>	<u>277,200</u>	<u>50,231</u>
Budget Credit Adjustment			<u>22,810</u>	<u>22,810</u>
Total Expenditures and Transfers	<u>230,415</u>	<u>236,669</u>	<u>311,510</u>	<u>74,841</u>
Receipts Over (Under)				
Expenditures and Transfers	(4,845)	(4,761)		
Unencumbered Cash, Beginning	<u>41,674</u>	<u>36,829</u>		
Unencumbered Cash, Ending	<u>36,829</u>	<u>32,068</u>		

Unified School District No. 286
Professional Development Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
None	\$			
Expenditures and Transfers				
Support Services - Instr. Staff				
Purchased Property Services			380	380
Total Expenditures and Transfers			<u>380</u>	<u>380</u>
Receipts Over (Under)				
Expenditures and Transfers				
Unencumbered Cash, Beginning	380	380		
Unencumbered Cash, Ending	<u>380</u>	<u>380</u>		

Unified School District No. 286
Special Education Fund
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)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Favorable (Unfavorable)
Cash Receipts				
Revenue from Federal Sources				
Federal Financial Assistance	\$	2,706		2,706
Medicaid Title XIX	31,009	27,707	25,000	2,707
Total Revenue from Federal Sources	31,009	30,413	25,000	5,413
Operating Transfers				
Transfer from General Fund	393,773	415,312	412,606	2,706
Transfer from Supplemental General Fund	20,912	301,904	52,988	248,916
Total Operating Transfers	414,685	717,216	465,594	251,622
Total Cash Receipts	445,694	747,629	490,594	257,035
Expenditures and Transfers				
Instruction				
Non-Certified Salaries		1,129		(1,129)
Other Employee Benefits		1		(1)
LEA Payments to COOP's/Interlocals	171,163	252,486	275,000	22,514
LEA State Aid Flowthrough Payments to COOP's/Interlocals	361,872	393,298	445,106	51,808
Supplies and Materials	180	921	1,000	79
Textbooks			1,000	1,000
Property (Equipment & Furnishings)	224	368		(368)
Other			1,358	1,358
Total Instruction	533,439	648,203	723,464	75,261
Operations and Maintenance				
Repairs and Maintenance	1,506	2,819	2,500	(319)
Property (Equipment & Furnishings)	49			
Total Operations and Maintenance	1,555	2,819	2,500	(319)
Vehicle Operation Services				
Non-Certified Salaries	3,825	9,514	17,500	7,986
Social Security	287	685	1,250	565
Other Employee Benefits	4	10	100	90
Insurance	502	514	1,000	486
Supplies and Materials	457	64		(64)
Motor Fuel	2,570	2,675	7,500	4,825
Other			3,000	3,000
Total Vehicle Operation Services	7,645	13,462	30,350	16,888
Budget Credit Adjustment			2,706	2,706
Total Expenditures and Transfers	542,639	664,484	759,020	94,536
Receipts Over (Under)				
Expenditures and Transfers	(96,945)	83,145		
Unencumbered Cash, Beginning	362,665	265,720		
Unencumbered Cash, Ending	265,720	348,865		

Unified School District No. 286
Career and Postsecondary Education Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Miscellaneous	\$ 4,571	1,414	5,000	(3,586)
Operating Transfers				
Transfer from General Fund	104,979	112,200	112,200	
Total Cash Receipts	<u>109,550</u>	<u>113,614</u>	<u>117,200</u>	<u>(3,586)</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	86,784	93,582	97,500	3,918
Social Security	5,928	5,651	8,000	2,349
Other Employee Benefits	72	62	1,000	938
Other Purchased Services	150	120		(120)
Tuition	1,345	2,149	2,500	351
Other Miscellaneous Purchased Services			1,000	1,000
Supplies and Materials	7,072	4,475	13,000	8,525
Textbooks		2,506		(2,506)
Property (Equipment & Furnishings)	399		2,000	2,000
Total Expenditures and Transfers	<u>101,750</u>	<u>108,545</u>	<u>125,000</u>	<u>16,455</u>
Receipts Over (Under)				
Expenditures and Transfers	7,800	5,069		
Unencumbered Cash, Beginning		7,800		
Unencumbered Cash, Ending	<u>7,800</u>	<u>12,869</u>		

Unified School District No. 286
 KPERS Special Retirement Contribution Fund
 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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from State Sources				
General State Aid	\$	279,404	290,241	(10,837)
Operating Transfers				
Transfer from General Fund	175,903			
Total Cash Receipts	<u>175,903</u>	<u>279,404</u>	<u>290,241</u>	<u>(10,837)</u>
Expenditures and Transfers				
Instruction				
Employee Benefits	128,164	197,610	211,471	13,861
Support Services - Students				
Employee Benefits	2,071	3,332	3,417	85
Support Services - Instr. Staff				
Employee Benefits	1,464	2,749	2,416	(333)
General Administration				
Employee Benefits	5,525	6,737	9,116	2,379
School Administration				
Employee Benefits	15,426	29,950	25,453	(4,497)
Operations and Maintenance				
Employee Benefits	9,504	16,992	15,682	(1,310)
Student Transportation				
Employee Benefits	8,722	13,488	14,391	903
Food Service Operations				
Employee Benefits	5,027	8,546	8,295	(251)
Total Expenditures and Transfers	<u>175,903</u>	<u>279,404</u>	<u>290,241</u>	<u>10,837</u>
Receipts Over (Under)				
Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Unified School District No. 286
Contingency Reserve Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	\$	
Expenditures and Transfers		
None		
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	145,967	145,967
Unencumbered Cash, Ending	145,967	145,967

Unified School District No. 286
Textbook and Student Material Revolving Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Student Fees	\$ 10,039	8,780
Other Revenue From Local Sources	50	
Total Cash Receipts	<u>10,089</u>	<u>8,780</u>
Expenditures and Transfers		
Instruction		
Property (Equipment & Furnishings)	726	587
Total Expenditures and Transfers	<u>726</u>	<u>587</u>
Receipts Over (Under)		
Expenditures and Transfers	9,363	8,193
Unencumbered Cash, Beginning	<u>4,998</u>	<u>14,361</u>
Unencumbered Cash, Ending	<u>14,361</u>	<u>22,554</u>

Unified School District No. 286
Recreation Commission Fund
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)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 38,010	1,208	1,916	(708)
Delinquent Taxes	1,044	1,182	721	461
Total Revenue from Local Sources	39,054	2,390	2,637	(247)
Revenue from County Sources				
Motor Vehicle Tax	2,566	3,594	3,343	251
Recreational Vehicle Tax	46	80	39	41
Commercial Vehicle Tax			52	(52)
Total Revenue from County Sources	2,612	3,674	3,434	240
Total Cash Receipts	41,666	6,064	6,071	(7)
Expenditures and Transfers				
Community Services Operations				
Community Service Operations	21,000	21,000	21,000	
Total Expenditures and Transfers	21,000	21,000	21,000	
Receipts Over (Under)				
Expenditures and Transfers	20,666	(14,936)		
Unencumbered Cash, Beginning	1,783	22,449		
Unencumbered Cash, Ending	22,449	7,513		

Unified School District No. 286
Blue Cross Blue Shield Foundation Grant Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Other Revenue From Local Sources	\$ 1,000	1,000
Total Cash Receipts	<u>1,000</u>	<u>1,000</u>
Expenditures and Transfers		
Instruction		
General Supplies and Materials	<u>1,000</u>	<u>1,000</u>
Total Expenditures and Transfers	<u>1,000</u>	<u>1,000</u>
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

Unified School District No. 286
REAP Grant Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$	8,227
Total Cash Receipts		8,227
Expenditures and Transfers		
Instruction		
Supplies and Materials	125	8,227
Total Expenditures and Transfers	125	8,227
Receipts Over (Under)		
Expenditures and Transfers	(125)	
Unencumbered Cash, Beginning	8,067	7,942
Unencumbered Cash, Ending	7,942	7,942

Unified School District No. 286
Title I Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 90,944	89,498
Total Cash Receipts	<u>90,944</u>	<u>89,498</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	72,662	65,785
Employee Benefits		4,827
Group Insurance	1,331	
Social Security	9,696	
Supplies and Materials	<u>7,255</u>	<u>18,886</u>
Total Expenditures and Transfers	<u>90,944</u>	<u>89,498</u>
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

Unified School District No. 286
Improving Teacher Quality Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 30,285	13,121
Total Cash Receipts	<u>30,285</u>	<u>13,121</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	2,995	773
Social Security	147	59
Purchased Professional and Technical Services	6,922	4,917
Supplies and Materials	632	
Other		7,672
Total Instruction	<u>10,696</u>	<u>13,421</u>
Support Services - Instr. Staff		
Purchased Professional and Technical Services	<u>19,589</u>	
Total Expenditures and Transfers	<u>30,285</u>	<u>13,421</u>
Receipts Over (Under)		
Expenditures and Transfers		(300)
Unencumbered Cash, Beginning		
Prior Year Encumbrances Cancelled		<u>300</u>
Unencumbered Cash, Ending		

Unified School District No. 286
Social and Emotional Learning Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from State Sources		
General State Aid	\$	25,000
Total Cash Receipts		25,000
Expenditures and Transfers		
Instruction		
Certified Salaries		13,875
Social Security		1,039
General Supplies and Materials		6,178
Total Expenditures and Transfers		21,092
Receipts Over (Under)		
Expenditures and Transfers		3,908
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		3,908

Unified School District No. 286
Kansas Reading Roadmap Fund
Summary 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Private Grants	\$ 129,680	126,944
Total Cash Receipts	<u>129,680</u>	<u>126,944</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	43,490	38,869
Non-Certified Salaries	41,068	45,419
Social Security	6,027	6,214
Other Employee Benefits	23	18
Supplies and Materials	2,250	2,588
General Supplies and Materials	<u>6,730</u>	<u>4,722</u>
Total Instruction	<u>99,588</u>	<u>97,830</u>
Support Services - Instr. Staff		
Property (Equipment & Furnishings)		<u>440</u>
Vehicle Operation Services		
Non-Certified Salaries	9,960	9,077
Social Security	755	680
Motor Fuel	<u>1,879</u>	<u>2,216</u>
Total Vehicle Operation Services	<u>12,594</u>	<u>11,973</u>
Support Services - Other		
Books and Periodicals	<u>998</u>	
Total Expenditures and Transfers	<u>113,180</u>	<u>110,243</u>
Receipts Over (Under)		
Expenditures and Transfers	16,500	16,701
Unencumbered Cash, Beginning	(45,944)	(29,444)
Unencumbered Cash, Ending	<u>(29,444)</u>	<u>(12,743)</u>

Unified School District No. 286
Title IV-A Fund
Summary 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)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$	2,433
Total Cash Receipts		<u>2,433</u>
Expenditures and Transfers		
Instruction		
General Supplies and Materials		2,433
Total Expenditures and Transfers		<u>2,433</u>
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

Unified School District No. 286
Sedan, Kansas
Agency Funds
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2018

Schedule 3

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Student Organization Funds:				
High School:				
Alpha Beta Gamma	319			319
Band	3,006	36,424	38,602	828
Cheerleader	-			-
Class of '15	982		917	65
Class of '16	370			370
Class of '17	408			408
Class of '18	1,630	7,021	7,537	1,114
Class of '19	1,112	3,318	3,587	843
Class of '20	415	225	11	629
Class of '21	318	179	79	418
Class of '22	265	307		572
FCCLA	2,865	2,868	3,188	2,545
FFA	10,567	41,111	42,853	8,825
Football Special	2,111	4,399	4,329	2,181
Investment Interest	61	20		81
JH Cheerleaders	579	3,369	2,828	1,120
JH Stucco	498			498
Lettermen	1,557	260	980	837
National Honor Society	219		63	156
Peer Tutors	41			41
Program	2,142	3,249	3,499	1,892
Reimagine Sedan	231	27,088	25,739	1,580
SH Cheerleaders	3,300	2,852	4,050	2,102
SH Stucco	1,300	1,622	1,413	1,509
SFB Special	189	2,357	1,729	817
Speech	36			36
Vocal	(251)	14,156	13,798	107
Elementary:				
Elem Stucco	352	4,607	4,347	612
Healthy Habits	766		600	166
Total Student Organizations	<u>35,388</u>	<u>155,432</u>	<u>160,149</u>	<u>30,671</u>
Other Agency Funds:				
Payroll Clearing	<u>175,922</u>	<u>1,154,614</u>	<u>1,156,650</u>	<u>173,886</u>
Total Other Agency Funds:	<u>175,922</u>	<u>1,154,614</u>	<u>1,156,650</u>	<u>173,886</u>
Total Agency Funds	<u><u>211,310</u></u>	<u><u>1,310,046</u></u>	<u><u>1,316,799</u></u>	<u><u>204,557</u></u>

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Unified School District No. 286
Sedan, Kansas
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2018

Schedule 4

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<u>Gate Receipts:</u>						
High School:						
Athletics	\$ 3,459	34,044	32,390	5,113		5,113
Concessions	1,232	15,248	15,365	1,115		1,115
	<u>4,691</u>	<u>49,292</u>	<u>47,755</u>	<u>6,228</u>	<u>-</u>	<u>6,228</u>
Subtotal Gate Receipts						
	<u>4,691</u>	<u>49,292</u>	<u>47,755</u>	<u>6,228</u>	<u>-</u>	<u>6,228</u>
<u>Special Projects:</u>						
Middle School:						
Library	246	215	37	424		424
High School:						
Yearbook	16,323	11,042	11,034	16,331		16,331
	<u>16,569</u>	<u>11,257</u>	<u>11,071</u>	<u>16,755</u>	<u>-</u>	<u>16,755</u>
Subtotal Special Projects						
	<u>16,569</u>	<u>11,257</u>	<u>11,071</u>	<u>16,755</u>	<u>-</u>	<u>16,755</u>
Total District Activity Funds	<u>21,260</u>	<u>60,549</u>	<u>58,826</u>	<u>22,983</u>	<u>-</u>	<u>22,983</u>