

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT**

**YEAR ENDED JUNE 30, 2017**

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District No. 467  
Leoti, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 467, as of and for the year ended June 30, 2017, 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 A; 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 A, the financial statement is prepared by Unified School District No. 467 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 A 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. 467 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 balances of Unified School District No. 467 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 A.

## **Other Matters**

### **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 (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, the individual fund schedules of regulatory basis receipts and expenditures, the schedule of regulatory basis receipts, expenditures, and unencumbered cash – district activity funds, and the schedule of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or 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 A.

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) upon which we rendered an unmodified opinion dated December 5, 2016 is also presented for comparative analysis and was not a required part of the 2016 basic financial statement. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration, at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. 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 statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 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 2016 basic financial statement 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 stated in all material respects in relation to the 2016 basic financial statement as a whole, on the basis of accounting described in Note A.

*Kennedy McKee & Company LLP*

January 29, 2018

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended June 30, 2017

<u>Funds</u>	<u>Beginning unencumbered cash balance (deficit)</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ -	\$ -	\$ 3,442,127
Supplemental general	60,995	-	1,109,583
Total general funds	60,995	-	4,551,710
Special purpose funds:			
At-risk (4 yr old)	-	-	63,037
At-risk (K-12)	-	-	362,170
Bilingual education	-	-	165,384
Capital outlay	862,133	-	830,902
Driver training	12,506	-	11,162
Food service	30,431	-	236,624
Professional development	5,205	-	-
Special education	149,640	-	320,811
Vocational education	-	-	68,999
KPERs special retirement contribution	-	-	232,659
Gifts and grants	64,880	-	120,123
Contingency reserve	315,722	-	-
Textbook and student material revolving	26,658	-	20,744
Title I	(42)	-	71,025
Migrant	-	-	41,000
Title II-A teacher quality	(711)	-	18,343
USDOE REAP	(579)	-	15,635
WCES healthy habits for life	366	-	3
Finnup Foundation arts grant	-	-	3,200
Elementary lunch - Childs estate	43,409	-	116
District activity funds	54,585	-	76,388
Total special purpose funds	1,564,203	-	2,658,325
Bond and interest funds:			
Bond and interest	345,322	-	382,515
Total reporting entity - excluding agency funds	\$ 1,970,520	\$ -	\$ 7,592,550

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
\$ 3,442,096	\$ 31	\$ 98,860	\$ 98,891
1,141,740	28,838	10,494	39,332
4,583,836	28,869	109,354	138,223
63,037	-	2,685	2,685
362,170	-	12,480	12,480
165,384	-	8,374	8,374
389,247	1,303,788	4,185	1,307,973
4,693	18,975	39	19,014
237,390	29,665	584	30,249
1,837	3,368	-	3,368
329,102	141,349	-	141,349
68,999	-	1,148	1,148
232,659	-	-	-
85,672	99,331	3,108	102,439
-	315,722	-	315,722
18,430	28,972	1,492	30,464
72,877	(1,894)	717	(1,177)
41,000	-	1,292	1,292
21,217	(3,585)	883	(2,702)
15,056	-	-	-
369	-	-	-
3,067	133	-	133
44	43,481	-	43,481
71,433	59,540	-	59,540
2,183,683	2,038,845	36,987	2,075,832
312,511	415,326	-	415,326
\$ 7,080,030	\$ 2,483,040	\$ 146,341	\$ 2,629,381

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended June 30, 2017

Composition of cash balance:

Cash on hand	\$ 300
Demand deposits	2,109,357
Certificates of deposit	<u>550,880</u>
Total cash	2,660,537
Agency funds	<u>(31,156)</u>
Total reporting entity - excluding agency funds	<u><u>\$ 2,629,381</u></u>

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

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**NOTES TO THE FINANCIAL STATEMENT**

June 30, 2017

**A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

**1. Municipal Financial Reporting Entity**

Unified School District No. 467 is a municipal corporation governed by an elected seven-member board. This financial statement presents only Unified School District No. 467 which has no related municipal entities.

**2. Basis of Presentation – Fund Accounting**

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

**REGULATORY BASIS FUND TYPES**

General funds – the chief operating funds. Used to account for all 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 specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

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



## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

### 4. Budgetary Information

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

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

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

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

## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 4. Budgetary Information (Continued)

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

A legal operating budget is not required for state and federal grant funds and the following special purpose funds:

- Gifts and Grants
- Contingency Reserve
- Textbook and Student Material Revolving
- WCES Healthy Habits for Life
- Finnup Foundation Arts Grant
- Elementary Lunch – Childs Estate
- District Activity Funds

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

### 5. In-Substance Receipt in Transit

The District received \$273,833 subsequent to June 30, 2017 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, 2017.

## B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports, the State Department of Education, and legal representatives of the District.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. Although certain special purpose grant funds overspent their cash balances, according to K.S.A. 12-1664 the District is not prohibited from financing the federal share of a local program from current funds if available.

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

K.S.A. 12-1675 limits the District's investment 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.

*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. All deposits were legally secured at June 30, 2017.

At June 30, 2017, the District's carrying amount of deposits was \$2,660,237 and the bank balance was \$2,608,317. Of the bank balance, \$365,456 was covered by federal depository insurance and \$2,242,861 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

## D. DEFEASED BONDS

On October 25, 2016, USD No. 467, Wichita County Schools issued \$2,900,000 in general obligation bonds with interest rates ranging from 2.00% to 3.00% to advance refund \$2,810,000 of outstanding 2009 Series bonds with interest rates ranging from 3.00% to 5.00%. The net proceeds of \$3,083,473 (after payments of \$38,000 in issuance costs, \$31,900 for underwriter's discount, \$1,215 rounding adjustment, and \$11,010 for insurance premiums) were deposited into an escrow account to provide for the future debt service payments of the 2009 Series bonds. As a result, the refunded portion of the 2009 Series bonds are considered to be defeased and the liability for those bonds has been removed from the long-term debt footnote below.

The District advance refunded the callable portion of the 2009 Series bonds to reduce its total debt service payments over the next 13 years by \$207,917 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$184,978.

## E. LONG-TERM DEBT

Changes in long-term liabilities for the year ended June 30, 2017 were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
School building bonds - Series 2009:					
Issued September 1, 2009					
In the amount of \$4,500,000					
At interest rates of 3% - 5%					
Maturing October 1, 2020	\$3,605,000	\$ -	\$2,995,000	\$ 610,000	\$ 148,620
Refunding bonds – Series 2016					
Issued October 25, 2016					
In the amount of \$2,900,000					
At interest rates of 2% - 3%					
Maturing October 1, 2029	-	2,900,000	-	2,900,000	37,418
Total general obligation bonds	3,605,000	2,900,000	2,995,000	3,510,000	186,038
Capital lease:					
HVAC unit:					
Issued June 20, 2013					
In the amount of \$2,160,420					
At interest rates of 2.71% - 4.96%					
Maturing August 1, 2023	1,608,278	-	206,234	1,402,044	42,309
Total contractual indebtedness	<u>\$5,213,278</u>	<u>\$2,900,000</u>	<u>\$3,201,234</u>	<u>\$4,912,044</u>	<u>\$ 228,347</u>

Current maturities of general obligation bonds and interest for the next five years and in five year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2018	\$ 230,000	\$ 110,650	\$ 340,650
2019	215,000	101,250	316,250
2020	230,000	90,575	320,575
2021	240,000	81,450	321,450
2022	245,000	74,175	319,175
2023-2027	1,385,000	251,775	1,636,775
2028-2030	965,000	44,175	1,009,175
Total	<u>\$ 3,510,000</u>	<u>\$ 754,050</u>	<u>\$ 4,264,050</u>

Current maturities of capital leases and interest for the next five years and through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2018	\$ 212,000	\$ 36,542	\$ 248,542
2019	217,784	30,758	248,542
2020	223,726	24,816	248,542
2021	229,831	18,712	248,543
2022	236,101	12,441	248,542
2023-2024	282,602	6,530	289,132
Total	<u>\$ 1,402,044</u>	<u>\$ 129,799</u>	<u>\$ 1,531,843</u>

## F. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	At-risk (K-12)	\$ 171,925	K.S.A. 72-6428
General	Bilingual education	84,421	K.S.A. 72-6428
General	Food service	14,068	K.S.A. 72-6428
General	Capital outlay	11,677	K.S.A. 72-6428
General	Special education	215,952	K.S.A. 72-6428
General	KPERS special retirement contribution	<u>232,659</u>	K.S.A. 72-6428
Total General		<u>730,702</u>	
Supplemental general	Bilingual education	80,963	K.S.A. 72-6433
Supplemental general	At-risk (K-12)	190,245	K.S.A. 72-6433
Supplemental general	At-risk (4 yr old)	51,432	K.S.A. 72-6433
Supplemental general	Food service	11,677	K.S.A. 72-6433
Supplemental general	Driver training	5,000	K.S.A. 72-6433
Supplemental general	Vocational education	67,829	K.S.A. 72-6433
Supplemental general	Special education	<u>100,000</u>	K.S.A. 72-6433
Total Supplemental general		<u>507,146</u>	
Total operating transfers		<u>\$ 1,237,848</u>	

## G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

*Section 125 plan.* The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses, and qualified dependent care expenses. The plan is administered by a third-party administrator. The District withholds the amounts from the employee's paychecks and remits the withholdings to the plan administrator.

*Compensated absences.* The District's policy is to recognize the costs of compensated absences when actually paid. District policies address vacation for employees on twelve month contracts and sick leave for all employees. Employees on twelve month contracts receive two weeks of vacation per year. All full time employees receive nine days of sick leave annually. Vacation may be accumulated to twice the employee's annual allotment and sick leave may be accumulated up to ninety days. Employees are paid a reduced rate for unused sick leave in excess of ninety days annually. Upon retirement, termination, or resignation, the District does not pay for any accumulated sick leave.

## H. DEFINED BENEFIT PENSION PLAN

### General Information about the 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](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 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% contribution rate for the Death and Disability Program) and the statutory contribution rate was 16% and 10.91%, respectively, for the fiscal year ended June 30, 2016. 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 \$232,659 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 \$4,247,442. 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 the financial statement.

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

## I. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters, and medical needs of employees. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District has joined together with other school districts in the State to participate in the Kansas Association of School Boards Workers Compensation Fund, a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The District pays an annual premium to the Kansas Association of School Boards for its workers compensation insurance coverage. The agreement to participate provides that the Kansas Association of School Boards Workers Compensation fund will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the Kansas Association of School Boards management.

The District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

## J. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and 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 the financial statement of the District at June 30, 2017.

## K. SUBSEQUENT EVENTS

Management has evaluated subsequent events through January 29, 2018, the date on which the financial statement was available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed with the financial statement.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**



**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment to comply with legal maximum budget</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General funds:					
General	\$ 3,586,331	\$ (144,235)	\$ 3,442,096	\$ 3,442,096	\$ -
Supplemental general	1,141,740	-	1,141,740	1,141,740	-
Special purpose funds:					
At-risk (4 yr old)	88,000	-	88,000	63,037	24,963
At-risk (K-12)	400,000	-	400,000	362,170	37,830
Bilingual education	197,000	-	197,000	165,384	31,616
Capital outlay	616,200	-	616,200	389,247	226,953
Driver training	12,365	-	12,365	4,693	7,672
Food service	320,144	-	320,144	237,390	82,754
Professional development	5,205	-	5,205	1,837	3,368
Special education	377,070	-	377,070	329,102	47,968
Vocational education	80,000	-	80,000	68,999	11,001
KPERS special retirement contribution	339,628	-	339,628	232,659	106,969
Bond and interest funds:					
Bond and interest	333,620	-	333,620	312,511	21,109
 Total	 <u>\$ 7,497,303</u>	 <u>\$ (144,235)</u>	 <u>\$ 7,353,068</u>	 <u>\$ 6,750,865</u>	 <u>\$ 602,203</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
State sources:				
State aid	\$ 2,979,062	\$ 2,979,062	\$ 2,979,063	\$ (1)
Special education aid	224,614	215,952	252,640	(36,688)
Mineral production tax	11,295	7,498	10,000	(2,502)
Supplemental general	156,279	-	-	-
KPERS aid	239,143	232,659	339,628	(106,969)
Interest	5,224	6,956	5,000	1,956
Transfer from professional development	10,000	-	-	-
Total receipts	<u>3,625,617</u>	<u>3,442,127</u>	<u>\$ 3,586,331</u>	<u>\$ (144,204)</u>
Expenditures:				
Instruction	1,543,478	1,614,653	\$ 1,589,000	\$ (25,653)
Student support services	85,631	84,377	74,736	(9,641)
Instructional support staff	82,479	80,681	103,908	23,227
General administration	142,020	148,295	142,980	(5,315)
School administration	15,064	12,952	16,740	3,788
Central services	94,355	99,435	106,736	7,301
Operations and maintenance	455,987	485,136	454,388	(30,748)
Operations and maintenance - transportation	4,479	4,005	6,800	2,795
Student transportation services:				
Supervision	21,939	27,363	16,340	(11,023)
Vehicle operating services	126,182	129,817	138,300	8,483
Vehicle and maintenance services	57,175	23,070	45,965	22,895
Other student transportation services	1,168	1,610	2,000	390
Operating transfers	995,661	730,702	888,438	157,736
Adjustment to comply with legal maximum budget	-	-	(144,235)	(144,235)
Total expenditures	<u>3,625,618</u>	<u>3,442,096</u>	<u>\$ 3,442,096</u>	<u>\$ -</u>
Receipts over (under) expenditures	(1)	31		
Unencumbered cash, beginning of year	<u>1</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ 31</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**SUPPLEMENTAL GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Tax in process	\$ 8,421	\$ 1,211	\$ 34,556	\$ (33,345)
Current tax	906,195	928,427	868,688	59,739
Delinquent tax	9,181	3,906	4,754	(848)
Motor vehicle tax	73,601	78,670	79,175	(505)
Recreational vehicle tax	1,002	1,160	634	526
State aid	-	92,938	92,938	-
Transfer from general	156,279	-	-	-
Other income	-	3,271	-	3,271
Total receipts	<u>1,154,679</u>	<u>1,109,583</u>	<u>\$ 1,080,745</u>	<u>\$ 28,838</u>
Expenditures:				
Instruction	50,526	51,294	\$ 41,000	\$ (10,294)
Student support services	267	41	300	259
Instructional support staff	4,271	4,859	2,800	(2,059)
General administration	-	128	-	(128)
School administration	277,630	269,739	284,900	15,161
Central services	39,388	63,344	62,950	(394)
Operations and maintenance	222,780	240,089	170,600	(69,489)
Operations and maintenance - transportation	-	-	65,000	65,000
Other supplemental services	5,775	5,100	6,000	900
Operating transfers	541,103	507,146	508,190	1,044
Total expenditures	<u>1,141,740</u>	<u>1,141,740</u>	<u>\$ 1,141,740</u>	<u>\$ -</u>
Receipts over (under) expenditures	12,939	(32,157)		
Unencumbered cash, beginning of year	<u>48,056</u>	<u>60,995</u>		
Unencumbered cash, end of year	<u>\$ 60,995</u>	<u>\$ 28,838</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**AT-RISK (4 YR OLD) FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Tuition	\$ 5,740	\$ 11,605	\$ 8,000	\$ 3,605
Transfer from general	-	-	48,810	(48,810)
Transfer from supplemental general	70,110	51,432	31,190	20,242
Total receipts	75,850	63,037	<u>\$ 88,000</u>	<u>\$ (24,963)</u>
Expenditures:				
Instruction	75,850	63,037	<u>\$ 88,000</u>	<u>\$ 24,963</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**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 Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Transfer from general	\$ 163,948	\$ 171,925	\$ 200,000	\$ (28,075)
Transfer from supplemental general	232,151	190,245	200,000	(9,755)
Total receipts	396,099	362,170	<u>\$ 400,000</u>	<u>\$ (37,830)</u>
Expenditures:				
Instruction	396,099	362,170	<u>\$ 400,000</u>	<u>\$ 37,830</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**BILINGUAL EDUCATION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Transfer from general	\$ 46,061	\$ 84,421	\$ -	\$ 84,421
Transfer from supplemental general	139,398	80,963	197,000	(116,037)
Total receipts	185,459	165,384	<u>\$ 197,000</u>	<u>\$ (31,616)</u>
Expenditures:				
Instruction	185,465	165,384	<u>\$ 197,000</u>	<u>\$ 31,616</u>
Receipts over (under) expenditures	(6)	-		
Unencumbered cash, beginning of year	6	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**CAPITAL OUTLAY FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Tax in process	\$ 3,228	\$ 4,016	\$ 12,857	\$ (8,841)
Current tax	331,176	353,021	332,497	20,524
Delinquent tax	2,537	10	1,738	(1,728)
Motor vehicle tax	28,802	29,606	29,886	(280)
Recreational vehicle tax	285	431	239	192
Interest	3,304	4,504	3,000	1,504
Charges for services	-	100	-	100
Other	18,571	427,537	-	427,537
Transfer from general	55,870	11,677	-	11,677
Total receipts	<u>443,773</u>	<u>830,902</u>	<u>\$ 380,217</u>	<u>\$ 450,685</u>
Expenditures:				
Instruction	271,885	321,870	\$ 50,000	\$ (271,870)
Instructional support staff	-	3,325	-	(3,325)
Operations and maintenance	-	-	106,200	106,200
Transportation	19,900	-	100,000	100,000
Other support services	-	-	260,000	260,000
Facility acquisition and construction services	220,264	64,052	100,000	35,948
Total expenditures	<u>512,049</u>	<u>389,247</u>	<u>\$ 616,200</u>	<u>\$ 226,953</u>
Receipts over (under) expenditures	(68,276)	441,655		
Unencumbered cash, beginning of year	<u>930,409</u>	<u>862,133</u>		
Unencumbered cash, end of year	<u>\$ 862,133</u>	<u>\$ 1,303,788</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467**  
**LEOTI, KANSAS**

**DRIVER TRAINING FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
State aid	\$ 2,176	\$ 2,304	\$ 1,710	\$ 594
Tuition	2,800	3,858	2,000	1,858
Transfer from supplemental general	1,221	5,000	-	5,000
Total receipts	6,197	11,162	\$ 3,710	\$ 7,452
Expenditures:				
Instruction	1,005	4,673	\$ 11,365	\$ 6,692
Vehicle operations, maintenance	323	20	1,000	980
Total expenditures	1,328	4,693	\$ 12,365	\$ 7,672
Receipts over (under) expenditures	4,869	6,469		
Unencumbered cash, beginning of year	7,637	12,506		
Unencumbered cash, end of year	\$ 12,506	\$ 18,975		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**FOOD SERVICE FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
Federal aid	\$ 138,198	\$ 135,760	\$ 191,724	\$ (55,964)
State aid	2,429	2,418	2,840	(422)
Charges for services	71,659	72,659	95,150	(22,491)
Other	1,250	42	-	42
Transfer from general	8,361	14,068	-	14,068
Transfer from supplemental general	28,000	11,677	-	11,677
Total receipts	249,897	236,624	\$ 289,714	\$ (53,090)
Expenditures:				
Operations and maintenance	2,591	1,653	\$ 3,144	\$ 1,491
Food service operations	246,875	235,737	317,000	81,263
Total expenditures	249,466	237,390	\$ 320,144	\$ 82,754
Receipts over (under) expenditures	431	(766)		
Unencumbered cash, beginning of year	30,000	30,431		
Unencumbered cash, end of year	\$ 30,431	\$ 29,665		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**PROFESSIONAL DEVELOPMENT FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
State aid	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Instructional support staff	-	1,837	\$ 5,205	\$ 3,368
Transfer to general	10,000	-	-	-
Total expenditures	10,000	1,837	\$ 5,205	\$ 3,368
Receipts over (under) expenditures	(10,000)	(1,837)		
Unencumbered cash, beginning of year	15,205	5,205		
Unencumbered cash, end of year	\$ 5,205	\$ 3,368		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**SPECIAL EDUCATION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Federal aid	\$ 4,040	\$ 3,174	\$ -	\$ 3,174
Other	3,776	1,685	-	1,685
Transfer from general	325,999	215,952	300,000	(84,048)
Transfer from supplemental general	-	100,000	-	100,000
Total receipts	<u>333,815</u>	<u>320,811</u>	<u>\$ 300,000</u>	<u>\$ 20,811</u>
Expenditures:				
Instruction	341,381	329,102	\$ 372,540	\$ 43,438
Vehicle operating services	-	-	4,530	4,530
Total expenditures	<u>341,381</u>	<u>329,102</u>	<u>\$ 377,070</u>	<u>\$ 47,968</u>
Receipts over (under) expenditures	(7,566)	(8,291)		
Unencumbered cash, beginning of year	<u>157,206</u>	<u>149,640</u>		
Unencumbered cash, end of year	<u>\$ 149,640</u>	<u>\$ 141,349</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**VOCATIONAL EDUCATION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
Other	\$ 5,903	\$ 795	\$ -	\$ 795
Federal aid	250	375	-	375
Transfer from supplemental general	70,223	67,829	80,000	(12,171)
Total receipts	76,376	68,999	\$ 80,000	\$ (11,001)
Expenditures:				
Instruction	76,177	68,999	\$ 78,000	\$ 9,001
Instructional support staff	-	-	2,000	2,000
Operations and maintenance	199	-	-	-
Total expenditures	76,376	68,999	\$ 80,000	\$ 11,001
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**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 Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
Transfer from general	\$ 239,143	\$ 232,659	\$ 339,628	\$ (106,969)
Expenditures:				
Instruction	157,478	151,618	\$ 204,628	\$ 53,010
Student support services	3,530	4,170	10,000	5,830
Instructional support staff	5,372	5,376	10,000	4,624
General administration	7,523	7,494	15,000	7,506
School administration	18,420	19,994	25,000	5,006
Central services	12,700	11,401	20,000	8,599
Operations and maintenance	24,161	23,417	30,000	6,583
Student transportation services	8,230	6,361	15,000	8,639
Food service operations	1,729	2,828	10,000	7,172
Total expenditures	239,143	232,659	\$ 339,628	\$ 106,969
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**NON-BUDGETED SPECIAL PURPOSE FUNDS**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended June 30, 2017

	Gifts and grants	Contingency reserve	Textbook and student material revolving	Title I	Migrant
Receipts:					
Federal aid	\$ -	\$ -	\$ -	\$ 71,025	\$ 41,000
Interest	-	-	-	-	-
User charges	-	-	20,744	-	-
Other grants	-	-	-	-	-
Donations	120,123	-	-	-	-
Total receipts	120,123	-	20,744	71,025	41,000
Expenditures:					
Instruction	-	-	18,430	72,877	41,000
Other expense	85,672	-	-	-	-
Total expenditures	85,672	-	18,430	72,877	41,000
Receipts over (under) expenditures	34,451	-	2,314	(1,852)	-
Unencumbered cash (deficit), beginning of year	64,880	315,722	26,658	(42)	-
Unencumbered cash (deficit), end of year	\$ 99,331	\$ 315,722	\$ 28,972	\$ (1,894)	\$ -

See Independent Auditor's Report.

<u>Title II-A teacher quality</u>	<u>USDOE REAP</u>	<u>WCES healthy habits for life</u>	<u>Finnup Foundation arts grant</u>	<u>Elementary lunch - Childs estate</u>	<u>Total</u>
\$ 18,343	\$ 15,635	\$ -	\$ -	\$ -	\$ 146,003
-	-	-	-	116	116
-	-	-	-	-	20,744
-	-	3	3,200	-	3,203
-	-	-	-	-	120,123
<u>18,343</u>	<u>15,635</u>	<u>3</u>	<u>3,200</u>	<u>116</u>	<u>290,189</u>
21,217	15,056	-	3,067	-	171,647
-	-	369	-	44	86,085
<u>21,217</u>	<u>15,056</u>	<u>369</u>	<u>3,067</u>	<u>44</u>	<u>257,732</u>
(2,874)	579	(366)	133	72	32,457
<u>(711)</u>	<u>(579)</u>	<u>366</u>	<u>-</u>	<u>43,409</u>	<u>449,703</u>
<u>\$ (3,585)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 133</u>	<u>\$ 43,481</u>	<u>\$ 482,160</u>

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**BOND AND INTEREST FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance
	2016	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Tax in process	\$ 3,118	\$ 3,833	\$ 6,618	\$ (2,785)
Current tax	320,967	347,295	320,066	27,229
Delinquent tax	3,295	1,399	1,655	(256)
Motor vehicle tax	26,644	27,243	27,442	(199)
Recreational vehicle tax	357	402	219	183
Other	-	2,343	-	2,343
Total receipts	<u>354,381</u>	<u>382,515</u>	<u>\$ 356,000</u>	<u>\$ 26,515</u>
Expenditures:				
Debt service:				
Interest	154,020	127,391	\$ 148,620	\$ 21,229
Commission and postage	-	120	-	(120)
Principal	<u>175,000</u>	<u>185,000</u>	<u>185,000</u>	<u>-</u>
Total expenditures	<u>329,020</u>	<u>312,511</u>	<u>\$ 333,620</u>	<u>\$ 21,109</u>
Receipts over (under) expenditures	25,361	70,004		
Unencumbered cash, beginning of year	<u>319,961</u>	<u>345,322</u>		
Unencumbered cash, end of year	<u>\$ 345,322</u>	<u>\$ 415,326</u>		

See Independent Auditor's Report.



**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**DISTRICT ACTIVITY FUNDS**

**SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended June 30, 2017

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
Gate receipts:						
Junior - Senior High School:						
Athletics general	\$ 1,244	\$ 20,820	\$ 17,131	\$ 4,933	\$ -	\$ 4,933
JH athletic fund	557	2,937	3,494	-	-	-
Musical	7,182	2,285	2,412	7,055	-	7,055
Subtotal gate receipts	8,983	26,042	23,037	11,988	-	11,988
School projects:						
Junior - Senior High School:						
Yearbook	7,804	6,732	7,206	7,330	-	7,330
Athletic uniforms	2,601	15,011	14,934	2,678	-	2,678
Class competition	441	800	480	761	-	761
Teacher activity	139	1,898	1,447	590	-	590
Library	2,832	568	270	3,130	-	3,130
Concessions	5,979	16,542	14,731	7,790	-	7,790
Activity tickets	-	1,365	1,365	-	-	-
Contingency	10,000	-	-	10,000	-	10,000
Scholarship	9,034	-	600	8,434	-	8,434
Forensics	-	460	460	-	-	-
Scholar's bowl	-	1,040	700	340	-	340
Elementary:						
Library	1,575	218	31	1,762	-	1,762
Yearbook	460	-	-	460	-	460
A/R bookstore	68	-	-	68	-	68
RIF	580	-	-	580	-	580
Box tops	1,497	1,205	1,523	1,179	-	1,179
Education donations	1,574	-	-	1,574	-	1,574
Student activity	1,018	4,507	4,649	876	-	876
Subtotal school projects	45,602	50,346	48,396	47,552	-	47,552
Total district activity funds	\$ 54,585	\$ 76,388	\$ 71,433	\$ 59,540	\$ -	\$ 59,540

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 467  
LEOTI, KANSAS**

**AGENCY FUNDS**

**SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS**

For the Year Ended June 30, 2017

<u>Funds</u>	<u>Beginning cash balance (deficit)</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Student organization funds:				
Junior - Senior High School:				
Class of 2016	\$ 36	\$ -	\$ 36	\$ -
Class of 2017	2,136	424	1,933	627
Class of 2018	800	5,500	4,145	2,155
Class of 2019	1,971	277	-	2,248
Class of 2020	-	3,070	1,495	1,575
Class of 2021	-	1,276	-	1,276
Band	3,625	3,282	2,876	4,031
Cheerleaders junior high	808	119	128	799
Cheerleaders high school	1,571	1,566	1,623	1,514
Future Farmers of America	5,301	28,553	27,075	6,779
Kays	5,133	5,993	6,051	5,075
Student council	1,120	7,380	6,882	1,618
JH student council	1,409	3,095	3,812	692
Bio II trip	266	3,509	3,288	487
Boys BB	142	-	-	142
Girls BB	836	-	-	836
JH volleyball	-	4,095	3,639	456
HS volleyball	374	300	-	674
National Honor Society	157	1,613	1,619	151
Total student organization funds	<u>25,685</u>	<u>70,052</u>	<u>64,602</u>	<u>31,135</u>
Clearing funds:				
Junior - Senior High School sales tax	(6)	5,456	5,450	-
Elementary sales tax	27	84	90	21
Credit card clearing	-	6,233	6,233	-
Total clearing funds	<u>21</u>	<u>11,773</u>	<u>11,773</u>	<u>21</u>
Total agency funds	<u>\$ 25,706</u>	<u>\$ 81,825</u>	<u>\$ 76,375</u>	<u>\$ 31,156</u>

See Independent Auditor's Report.