

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

FINANCIAL STATEMENTS

For the fiscal year ended June 30, 2018

TABLE OF CONTENTS

	<u>Page Number</u>
<u>FINANCIAL SECTION</u>	
Independent Auditor's Report	1
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	5
<u>Statement 1</u>	
Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	7
Notes to the Financial Statements	9
<u>REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION</u>	
<u>Schedule 1</u>	
Summary of Expenditures – Actual and Budget – Regulatory Basis	27
<u>Schedules of Receipts and Expenditures – Actual and Budget – Regulatory Basis</u>	
Schedule 2-1: General Fund	29
Schedule 2-2: Supplemental General Fund	30
Schedule 2-3: Food Service Fund	31
Schedule 2-4: Driver Training Fund	32
Schedule 2-5: Capital Outlay Fund	33
Schedule 2-6: Professional Development Fund	34
Schedule 2-7: Special Education Fund	35
Schedule 2-8: Bond and Interest Fund	36
Schedule 2-9: KPERS Special Retirement Contribution Fund	37
Schedule 2-10: Bilingual Education Fund	38
Schedule 2-11: Vocational Education Fund	39
Schedule 2-12: At Risk 4 Year Old Fund	40
Schedule 2-13: At Risk Fund	41
Schedule 2-14: Gifts and Grants Fund	42

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

FINANCIAL STATEMENTS

For the fiscal year ended June 30, 2018

TABLE OF CONTENTS

(Continued)

Page
Number

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

(Continued)

Schedules of Receipts and Expenditures – Regulatory Basis

Schedule 2-15: Jump Start Summer School	44
Schedule 2-16: Other Operations Fund	45
Schedule 2-17: Textbook Rental Fund	46
Schedule 2-18: Project Lead The Way Fund	47
Schedule 2-19: Contingency Reserve Fund	48
Schedule 2-20: Secondary Program Improvement Fund	49
Schedule 2-21: Title I Low Income Fund	50
Schedule 2-22: Title I Migrant Fund	51
Schedule 2-23: Early Childhood Preschool Fund	52
Schedule 2-24: Title II D Ed Tech Formula	53
Schedule 2-25: Title III English Language Fund	54
Schedule 2-26: 21st Century Grant Fund	55
Schedule 2-27: 21st Century Rock Fund	56
Schedule 2-28: 21st Century Soar Fund	57
Schedule 2-29: Chapter I Carryover Fund	58
Schedule 2-30: Rural and Low Income School Fund	59
Schedule 2-31: Title VI B Pass Thru Fund	60
Schedule 2-32: Title VI B Discretionary Special Education Fund	61
Schedule 2-33: Early Childhood Pass Thru Fund	62
Schedule 2-34: Title II A Teacher Quality Fund	63
Schedule 2-35: Summer School–Migrant Fund	64
Schedule 2-36: Title III Immigrant Fund	65
Schedule 2-37: Capital Project Fund	66
Schedule 2-38: Cost of Issuance Fund	67

Schedule 3

Agency Funds – Summary of Receipts and Disbursements – Regulatory Basis	69
---	----

Schedule 4

District Activity Funds – Schedule of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	73
--	----

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

FINANCIAL STATEMENTS
For the fiscal year ended June 30, 2018

TABLE OF CONTENTS
(Continued)

	<u>Page Number</u>
<u>SUPPLEMENTARY INFORMATION</u>	
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	75
<u>Schedule 5</u> Schedule of Expenditures of Federal Awards	78
Notes to Schedule of Expenditures of Federal Awards	80
Summary Schedule of Prior Audit Findings	81
<u>Schedule 6</u> Schedule of Findings and Questioned Costs	82

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 480, as of and for the fiscal 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, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. 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.

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Page 2

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. 480 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. 480 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. 480 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

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, schedule of regulatory basis receipts, expenditures, and

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Page 3

unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards (Schedule 5 as listed in the table of contents) is presented for analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is also not a required part of the basic financial statement. 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.

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. 480 as of and for the year ended June 30, 2017 (not presented herein), and have issued our report thereon dated October 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 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 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 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.

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Page 4

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated October 17, 2018, on our consideration of Unified School District No. 480's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 480's internal control over financial reporting and compliance.

Hay•Rice & Associates, Chartered

Hay•Rice & Associates, Chartered

October 17, 2018

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Unified School District No. 480, as of and for the fiscal year ended June 30, 2018, and the related notes to the financial statement, which comprise Unified School District No. 480's basic financial statement, and have issued our report thereon dated October 17, 2018, which was qualified because Unified School District No. 480 prepares its financial statements to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the School District's internal control.

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

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Page 2

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a significant deficiency. It is listed as 2018-1.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 480's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

School District's Response to Findings

The School District's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The School District's responses were not subjected to the auditing procedures applied to the audit of the financial statement and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hay•Rice & Associates, Chartered

Hay•Rice & Associates, Chartered

October 17, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS

For the fiscal year ended June 30, 2018

<u>Funds</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash Balance</u>	<u>Add</u> <u>Encumbrances</u> <u>& Accounts</u> <u>Payable</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
General Funds:						
General	\$ -	\$36,545,992	\$36,545,992	\$ -	\$ 733,652	\$ 733,652
Supplemental General	216,897	10,015,487	10,150,000	82,384	547,007	629,391
Special Purpose Funds:						
Driver Training	62,048	107,713	100,319	69,442	-	69,442
Capital Outlay	5,498,805	3,325,639	2,301,409	6,523,035	389,904	6,912,939
Professional Development	90,321	-	-	90,321	-	90,321
Special Education	1,736,283	4,627,310	4,106,815	2,256,778	-	2,256,778
KPERs Special Retirement Contribution	-	3,981,925	3,981,925	-	-	-
Bilingual Education	-	2,613,265	2,613,265	-	-	-
Vocational Education	-	211,875	211,875	-	-	-
At Risk 4 Year Old	-	437,851	437,851	-	6,255	6,255
At Risk	-	8,258,369	8,258,369	-	-	-
Gifts and Grants	44,072	290,388	256,816	77,644	-	77,644
Jump Start Summer School	-	75,000	-	75,000	-	75,000
Other Operations	405,965	245,222	202,080	449,107	1,275	450,382
Textbook Rental	50,753	92,542	36,209	107,086	-	107,086
Project Lead the Way	-	10,000	10,000	-	-	-
Contingency Reserve	1,800,000	-	-	1,800,000	-	1,800,000
Secondary Program Improvement	-	38,293	38,293	-	7,664	7,664
Title I Low Income	-	942,625	942,535	90	159	249
Title I Migrant	76,442	450,000	526,442	-	26,836	26,836
Early Childhood Preschool	(36,323)	218,469	197,480	(15,334)	2,241	(13,093)
Title III English Language	-	221,456	221,456	-	122,757	122,757
21st Century Grant	168,301	48,309	90,692	125,918	-	125,918
Chapter I Carryover	-	173,000	173,000	-	-	-
Rural and Low Income School	-	57,993	57,993	-	640	640
Title VI B Pass Thru	-	860,050	860,050	-	-	-
Title VI B Discretionary Special Education	-	31,084	31,084	-	-	-
Early Childhood Pass Thru	-	13,059	13,059	-	-	-
Title II D Ed Tech Formula	-	30,902	30,902	-	-	-
Title II A Teacher Quality	-	156,232	156,232	-	20,000	20,000
Summer School-Migrant	(10,700)	10,700	3,543	(3,543)	-	(3,543)
Title III Immigrant	(7,037)	8,961	1,924	-	-	-
Capital Project	21,079,174	127,981	13,766,648	7,440,507	590,565	8,031,072
Cost of Issuance	3,000	-	-	3,000	-	3,000
District Activities	106,672	698,914	666,647	138,939	-	138,939
Debt Service Fund – Bond and Interest	3,875,628	11,878,657	7,968,963	7,785,322	-	7,785,322
Proprietary Type Fund – Business Fund:						
Food Service	382,248	3,228,263	3,085,307	525,204	-	525,204
Total Reporting Entity (Excluding Agency Funds)	<u>\$35,542,549</u>	<u>\$90,033,526</u>	<u>\$98,045,175</u>	<u>\$27,530,900</u>	<u>\$2,448,955</u>	<u>\$29,979,855</u>

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

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Statement 1
(Continued)

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

For the fiscal year ended June 30, 2018

Composition of Cash:

Checking Account – Equity Bank	\$21,800,306
Cafeteria Fund Checking Account – Equity Bank	5,000
Activity Checking Accounts – Equity Bank	266,625
Petty Cash – Equity Bank	1,000
Petty Cash on hand	900
Employee Deduction Checking Account – Equity Bank	205,876

Composition of Investments:

U.S. Gov't Agency Obligations	3,894,516
Money Market Funds	<u>4,139,194</u>

Total Cash and Investments \$30,313,417

Agency Funds per Schedule 3 (333,562)

Total Reporting Entity (Excluding Agency Funds) \$29,979,855

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

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2018

Note 1: Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 480 is a municipal corporation governed by an elected seven-member board and the board is the basic level of government which has oversight responsibility and control over all activities related to the public school education in the City of Liberal. This regulatory financial statement presents only Unified School District No. 480 (the municipality).

Fund Descriptions

In governmental accounting, 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.

Regulatory Basis Fund Types

The following regulatory basis fund types comprise the financial activities of the School District for the fiscal year ended June 30, 2018:

Governmental Funds:

General Fund – The Chief Operating Fund – used to account for all resources except those required to be accounted for in another fund.

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

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types (Continued)

Proprietary Fund:

Business Fund – funds financed in whole or in part by fees charged to users of the goods or services.

Fiduciary Fund:

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

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.

Basis of Accounting

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

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, 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

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Basis of Accounting (Continued)

reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. General capital assets that account for the land, buildings and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statements.

Other Accounting Policies

Cash and Time Deposits

These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate.

Time deposits are carried at cost plus accrued interest. The carrying amount of deposits is separately displayed as "cash and time deposits".

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018
(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Other Accounting Policies (Continued)

General Fixed Assets

General fixed assets purchased are recorded as expenditures at the time of purchase, except for assets acquired with federally assisted funds. Assets of the School District are not recorded in a permanent set of records.

Vouchers Payable

Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds.

In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balances

The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Bonds Payable

Bonds which are outstanding at the end of the fiscal year.

Reimbursements

Unified School District No. 480 records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information

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

1. Preparation of the budget for the succeeding fiscal year ending June 30 on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after 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 fiscal 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.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the 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.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

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

Jump Start Summer School	21st Century Rock
Other Operations	21st Century Soar
Textbook Rental	Chapter I Carryover
Project Lead the Way	Rural and Low Income School
Contingency Reserve	Title VI B Pass Thru
Secondary Program Improvement	Early Childhood Pass Thru
Title I Low Income	Title II D Ed Tech Formula
Title I Migrant	Title II A Teacher Quality
Early Childhood Preschool	Summer School–Migrant
Title III English Language	Title III Immigrant
Title VI B Discretionary Special Education	Cost of Issuance
21st Century Grant	District Activities

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.

Tax Cycle

The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the Clerk certifies the tax roll to the County Treasurer, who prepares tax statements and receives payments.

These taxes become a lien against all property on 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 18% per annum. This interest is retained by the County.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Tax Cycle (Continued)

Taxes levied to finance the budget are made available to the School District 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. Delinquent tax collections are distributed throughout the year.

Note 2: Stewardship, Compliance and Accountability

Compliance with Kansas Statutes

No noncompliance with Kansas Statutes noted.

Compliance with Finance-Related Legal and Contractual Provisions

References made herein to the statutes are not intended as interpretations of the law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and the legal representation of the School District. Finance-related legal and contractual provisions include Kansas statutes, regulations, contracts, debt covenants or other agreements. The General Fund shows adjustments for qualifying budget credits of \$273,665 on the budgetary comparison schedule. This is made up of reimbursed expenditures of \$257,613 and federal aid of \$16,052, which are budget credits.

Authorized Over-Encumbered Cash Balance – Federal Funds

K.S.A. 12-1664 authorizes the financing from local sources for expenditures to be reimbursed by the federal government.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 3: Deposits and Investments

As of June 30, 2018, Unified School District No. 480 had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>	
		<u>Less than 1</u>	<u>1-4</u>
U.S. Gov't & Agency Obligations	\$3,894,516	\$3,894,516	-
Money Market Funds	<u>4,139,194</u>	<u>4,139,194</u>	<u>-</u>
Total Fair Value	<u>\$8,033,710</u>	<u>\$8,033,710</u>	<u>-</u>

K.S.A. 9-1401 establishes the depositories which may be used by Unified School District No. 480. The statute requires banks eligible to hold the School District's funds have a main or branch bank in the county in which Unified School District No. 480 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. Unified School District No. 480 has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits Unified School District No. 480'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. Unified School District No. 480 has no investment policy that would further limit its investment choices.

Concentration of Credit Risk – State statutes place no limit on the amount Unified School District No. 480 may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. Unified School District No. 480's allocation of investments as of June 30, 2018 is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
U.S. Gov't & Agency Obligations	48%
Money Market Funds	51%

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 3: Deposits and Investments (Continued)

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, Unified School District No. 480's deposits may not be returned to it. State statutes require Unified School District No. 480'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%. Unified School District No. 480 has not designated a "peak period". All deposits were legally secured at June 30, 2018.

At June 30, 2018, Unified School District No. 480's carrying amount of deposits was \$22,278,807 and the bank balance was \$21,398,891. The bank balance was held by one bank resulting in a concentration of credit risk. Of that bank balance, \$250,000 was covered by federal depository insurance and \$21,148,891 was collateralized with securities held by the pledging financial institutions' agents in Unified School District No. 480's name.

Custodial Credit Risk – Investments – For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, Unified School District No. 480 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.

Note 4: In-Substance Receipt in Transit

Unified School District No. 480 received \$3,102,240 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.

Note 5: Capital Projects

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
School Construction and Improvement	\$127,865,000	\$126,238,450

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 6: Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Bilingual	KSA 72-6428	\$ 2,613,265
	Capital Outlay	KSA 72-6428	3,075,000
	Special Education	KSA 72-6428	3,818,526
	Vocational Education	KSA 72-6428	211,875
	At Risk 4 Year Old	KSA 72-6428	423,151
	At Risk	KSA 72-6428	8,258,369
	Driver Training	KSA 72-6428	60,000
	Food Service	KSA 72-6428	<u>300,000</u>
			\$18,760,186
Supplemental General Gifts and Grants	Special Education	KSA 72-6433	701,180
	Jump Start Summer School	KSA 72-1174	75,000
Capital Projects	Bond & Interest	KSA 12-1774	<u>2,000,000</u>
	Total		<u>\$21,536,366</u>

Note 7: Defined Benefit Pension Plan

General Information about the Pension Plan

Plan Description

Unified School District No. 480 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.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 7: Defined Benefit Pension Plan (Continued)

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 at 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 with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced 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 dollars per year.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 7: Defined Benefit Pension Plan (Continued)

Contributions (Continued)

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The School District is responsible for the employer's portion of the cost for retired District employees. The School District received and remitted amounts equal to the statutory contribution rate, which totaled \$3,981,925 for the year ended June 30, 2018.

The State of Kansas contributed 12.01% of covered payroll during fiscal year 2018, excluding the Group Death & Disability Insurance rate. During fiscal year 2019, the State of Kansas will contribute 13.21% of covered payroll. The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2018, received as of June 30th was \$446,603,946.

Net Pension Liability

At June 30, 2018, the School District's proportionate share of the collective net pension liability reported by KPERS was \$45,048,061. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The School District's proportion of the net pension liability was based on the ratio of the School District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 8: Other Long-Term Obligations from Operations

Compensated Absences

Vacation and Sick Pay

Unified School District No. 480's policy is to recognize the costs of vacations and other compensated absences when actually paid.

Unified School District No. 480's policies regarding vacations permit twelve month employees with less than ten years of service to accumulate ten days of vacation. Employees with more than ten years of employment accumulate fifteen days of vacation.

Teachers do not accumulate vacation. All vacation must be used by October 31 of the following year. Teachers, cafeteria personnel and aides earn sick leave at the rate of one day per month up to ten days per year, with a maximum of ninety days accumulation. Administration, secretaries and maintenance personnel earn sick leave at the rate of one day per month up to twelve days per year, with a maximum of ninety days accumulation. The School District has estimated the dollar amount of accumulated leave at June 30, 2018 at \$1,744,765.

Retirement Benefit

Eligible employees covered under the School District and the Liberal National Education Association agreement ratified August 20, 2012 may receive a single retirement benefit payment of \$1,000.

Other Post Employment Benefits

As provided by K.S.A. 12-5040, Unified School District No. 480 allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, Unified School District No. 480 is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 8: Other Long-Term Obligations from Operations (Continued)

Other Post Employment Benefits (Continued)

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), Unified School District No. 480 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.

Note 9: Risk Management and Self-Insurance

Property and Liability

Unified School District No. 480 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. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three fiscal years.

Self-Insurance

Unified School District No. 480 established a benefit trust for health care costs and entered into a partially self-funded employees' health care costs agreement in the fiscal year 2012. This agreement allows the School District to assume a limited amount of liability by self-insuring a portion of the employee's medical expenses. Premiums paid for an excess coverage insurance policy cover individual claims in excess of \$75,000 and the School District is also protected by an aggregate stop-loss protection provision, which limits its liability on total self-insurance claims for a contract period. All claims handling procedures are performed by a third-party claims administrator. Liabilities for unpaid claims are those claims that are unpaid at year end. The plan year was changed from an October to September plan year to a July through June plan year effective July 1, 2013.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2018

(Continued)

Note 10: Contingent Liabilities

Unified School District No. 480 participates in a number of federally assisted grant programs. These programs are subject to program compliance audits by grantors or their representatives for audits of these programs for or including the year ending June 30, 2018. These compliance audits have not been conducted as of October 17, 2018. Accordingly, the School District's compliance with applicable grant agreements will be established at some future date. The amount of expenditures, which may be disallowed by the grantor agencies, cannot be determined at this time, although the School District expects such amounts, if any, to be immaterial.

National Helium Corporation has appealed its property tax valuation on a helium plant located in Seward County to the Board of Tax Appeals of the state of Kansas (BOTA). Negotiations are ongoing on a settlement for the tax years of 2014, 2015, 2016, and 2017. If a settlement is not reached and if BOTA rules in favor of National Helium Corporation's proposed valuation, a substantial refund of property taxes will be due to National Helium Corporation from the School District. Due to ongoing negotiations and other substantial uncertainties, no estimate of the possible loss can be made.

Note 11: Subsequent Events

Unified School District No. 480's management has evaluated events and transactions through October 17, 2018, the date which the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2018
(Continued)

Note 12: Long-Term Debt

Changes in long-term liabilities for Unified School District No. 480 for the fiscal year ended June 30, 2018 were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds:									
Series 2013 Refunded Bonds	3.00%	12/19/13	\$ 8,335,000	9/01/18	\$ 3,980,000	\$ -	\$ 1,980,000	\$ 2,000,000	\$ 89,700
Series 2014 Improvement and Refunding Bonds	3.0-5.0%	6/10/14	128,245,000	9/01/39	117,750,000	-	100,850,000	16,900,000	3,790,581
Series 2016 Refunding Bonds	1.0-3.3%	11/30/16	9,520,000	9/01/35	9,520,000	-	-	9,520,000	-
Series 2017 Refunding	4.00%	7/27/17	8,775,000	9/01/32	-	8,775,000	-	8,775,000	-
Series 2017B Refunding	3.0-5.0%	12/28/17	93,435,000	9/01/34	-	93,435,000	-	93,435,000	728,682
Total Contractual Indebtedness					<u>\$131,250,000</u>	<u>\$102,210,000</u>	<u>\$102,830,000</u>	<u>\$130,630,000</u>	<u>\$4,608,963</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO THE FINANCIAL STATEMENTS
June 30, 2018
(Continued)

Note 12: Long-Term Debt (Continued)

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

	<u>6-30-19</u>	<u>6-30-20</u>	<u>6-30-21</u>	<u>6-30-22</u>	<u>6-30-23</u>	<u>6-30-24- 6-30-28</u>	<u>6-30-29- 6-30-33</u>	<u>6-30-34- 6-30-38</u>	<u>Total</u>
Principal:									
General obligation bonds	\$ 6,180,000	\$ 5,020,000	\$ 5,245,000	\$ 5,475,000	\$ 5,750,000	\$34,700,000	\$43,740,000	\$24,520,000	\$130,630,000
Interest:									
General obligation bonds	<u>5,827,725</u>	<u>5,616,600</u>	<u>5,389,225</u>	<u>5,136,075</u>	<u>4,733,262</u>	<u>18,193,075</u>	<u>9,091,675</u>	<u>1,108,513</u>	<u>55,096,150</u>
Total Principal and Interest	<u>\$12,007,725</u>	<u>\$10,636,600</u>	<u>\$10,634,225</u>	<u>\$10,611,075</u>	<u>\$10,483,262</u>	<u>\$52,893,075</u>	<u>\$52,831,675</u>	<u>\$25,628,513</u>	<u>\$185,726,150</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 1

SUMMARY OF EXPENDITURES—ACTUAL AND BUDGET
REGULATORY BASIS

For the fiscal year ended June 30, 2018

<u>Funds</u>	<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 Over (Under)</u>
General Funds:						
General	\$36,561,160	\$ (288,833)	\$273,665	\$36,545,992	\$36,545,992	\$ -
Supplemental General	10,150,000	-	-	10,150,000	10,150,000	-
Special Purpose Funds:						
Driver Training	107,374	-	-	107,374	100,319	(7,055)
Capital Outlay	3,250,000	-	-	3,250,000	2,301,409	(948,591)
Professional Development	90,321	-	-	90,321	-	(90,321)
Special Education	5,311,206	-	-	5,311,206	4,106,815	(1,204,391)
KPERS Special Retirement Contribution	3,993,709	-	-	3,993,709	3,981,925	(11,784)
Bilingual Education	2,613,331	-	-	2,613,331	2,613,265	(66)
Vocational Education	211,875	-	-	211,875	211,875	-
At Risk 4 Year Old	455,660	-	-	455,660	437,851	(17,809)
At Risk	8,258,369	-	-	8,258,369	8,258,369	-
Gifts and Grants	344,072	-	-	344,072	256,816	(87,256)
Debt Service Fund:						
Bond and Interest	9,306,563	-	-	9,306,563	7,968,963	(1,337,600)
Proprietary Type Fund:						
Business Fund:						
Food Service	3,485,000	-	-	3,485,000	3,085,307	(399,693)

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2

SCHEDULES OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS
For the fiscal year ended June 30, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-1

GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Taxes and Shared Receipts:				
Mineral production tax	\$ 11,979	\$ -	\$ 11,979	\$ 7,052
Federal aid	16,052	-	16,052	8,104
General state aid	33,673,374	33,958,460	(285,086)	29,958,378
KPERS aid	-	-		2,488,292
Special Education aid	2,586,974	2,602,700	(15,726)	2,529,059
Reimbursed expenditures	<u>257,613</u>	<u>-</u>	<u>257,613</u>	<u>264,472</u>
Total Receipts	<u>\$36,545,992</u>	<u>\$36,561,160</u>	<u>\$ (15,168)</u>	<u>\$35,255,357</u>
<u>Expenditures</u>				
Instruction	\$10,046,305	\$11,492,152	\$ (1,445,847)	\$11,024,359
Student support services	1,496,939	1,364,926	132,013	1,375,013
Instructional support staff	753,217	791,812	(38,595)	800,529
General Administration	1,290,454	1,139,485	150,969	1,147,502
School Administration	2,462,651	2,465,134	(2,483)	2,428,852
Operations and maintenance	412,516	627,963	(215,447)	519,382
Student transportation services	71,141	76,750	(5,609)	102,333
Central services	990,993	350,955	640,038	573,856
Other support services	63,946	204,678	(140,732)	61,762
Food service operation	194,256	-	194,256	176,161
Architectural and engineering services	3,388	-	3,388	380
Operating transfers	18,760,186	18,047,305	712,881	17,045,228
Adjustment to comply with legal max	-	(288,833)	288,833	-
Adjustment for qualifying budget credits	<u>-</u>	<u>273,665</u>	<u>(273,665)</u>	<u>-</u>
Total Expenditures	<u>\$36,545,992</u>	<u>\$36,545,992</u>	<u>-</u>	<u>\$35,255,357</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-2

SUPPLEMENTAL GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Taxes and Shared Receipts:				
Ad valorem property tax	\$ 2,918,881	\$ 29,918	\$2,888,963	\$ 2,473,301
Delinquent tax	85,176	44,526	40,650	71,740
Motor vehicle tax	281,051	232,252	48,799	312,607
RV tax	1,590	793	797	1,921
Commercial vehicle tax	14,016	9,787	4,229	21,714
Pilot tax	1,023	-	1,023	-
Supplemental state aid	<u>6,713,750</u>	<u>6,713,750</u>	<u>-</u>	<u>7,350,275</u>
Total Receipts	<u>\$10,015,487</u>	<u>\$ 7,031,026</u>	<u>\$2,984,461</u>	<u>\$10,231,558</u>
<u>Expenditures</u>				
Instruction	\$ 609,755	\$ 669,937	\$ (60,182)	\$ 713,218
Instructional support staff	70,352	25,000	45,352	20,199
General Administration	28,818	45,000	(16,182)	36,131
Central Services	753,886	546,814	207,072	597,127
Operations and maintenance	6,660,696	6,294,305	366,391	5,778,508
Student transportation services	1,271,918	1,268,944	2,974	1,337,076
Facility acquisition and construction	53,395	-	53,395	467,741
Operating transfers	<u>701,180</u>	<u>1,300,000</u>	<u>(598,820)</u>	<u>1,300,000</u>
Total Expenditures	<u>\$10,150,000</u>	<u>\$10,150,000</u>	<u>-</u>	<u>\$10,250,000</u>
Receipts Over (Under) Expenditures	\$ (134,513)			\$ (18,442)
Unencumbered Cash, Beginning	<u>216,897</u>			<u>235,339</u>
Unencumbered Cash, Ending	<u>\$ 82,384</u>			<u>\$ 216,897</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-3

FOOD SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
State aid	\$ 28,828	\$ 22,821	\$ 6,007	\$ 26,367
Federal aid	2,492,160	2,237,373	254,787	2,294,739
Fees and charges	354,225	358,766	(4,541)	337,294
Earnings on investments	179	-	179	40
Miscellaneous	52,871	25,000	27,871	22,379
Operating Transfers:				
General Fund	300,000	250,000	50,000	-
Supplemental General Fund	<u>-</u>	<u>300,000</u>	<u>(300,000)</u>	<u>300,000</u>
Total Receipts	<u>\$3,228,263</u>	<u>\$3,193,960</u>	<u>\$ 34,303</u>	<u>\$2,980,819</u>
<u>Expenditures</u>				
Operations and maintenance	\$ 20,098	\$ 22,500	\$ (2,402)	\$ 16,571
Food service operation	<u>3,065,209</u>	<u>3,462,500</u>	<u>(397,291)</u>	<u>2,976,464</u>
Total Expenditures	<u>\$3,085,307</u>	<u>\$3,485,000</u>	<u>\$ (399,693)</u>	<u>\$2,993,035</u>
Receipts Over (Under) Expenditures	\$ 142,956			\$ (12,216)
Unencumbered Cash, Beginning	<u>382,248</u>			<u>394,464</u>
Unencumbered Cash, Ending	<u>\$ 525,204</u>			<u>\$ 382,248</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-4

DRIVER TRAINING FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
State aid	\$ 20,736	\$ 22,400	\$ (1,664)	\$ 20,608
Miscellaneous	26,977	25,000	1,977	30,807
Operating Transfers:				
Supplemental General Fund	<u>60,000</u>	<u>75,000</u>	<u>(15,000)</u>	<u>-</u>
Total Receipts	<u>\$107,713</u>	<u>\$122,400</u>	<u>\$ (14,687)</u>	<u>\$ 51,415</u>
<u>Expenditures</u>				
Instruction	\$ 98,278	\$102,374	\$ (4,096)	\$ 92,987
Operations and maintenance	<u>2,041</u>	<u>5,000</u>	<u>(2,959)</u>	<u>2,179</u>
Total Expenditures	<u>\$100,319</u>	<u>\$107,374</u>	<u>\$ (7,055)</u>	<u>\$ 95,166</u>
Receipts Over (Under) Expenditures	\$ 7,394			\$ (43,751)
Unencumbered Cash, Beginning	<u>62,048</u>			<u>105,799</u>
Unencumbered Cash, Ending	<u>\$ 69,442</u>			<u>\$ 62,048</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-5

CAPITAL OUTLAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Taxes and Shared Receipts:				
Delinquent tax	\$ 107	\$ -	\$ 107	\$ 852
Earnings on investments	178,955	-	178,955	35,605
Miscellaneous	71,577	-	71,577	510,189
Operating Transfers:				
General Fund	<u>3,075,000</u>	<u>3,179,496</u>	<u>(104,496)</u>	<u>1,843,407</u>
Total Receipts	<u>\$3,325,639</u>	<u>\$3,179,496</u>	<u>\$ 146,143</u>	<u>\$2,390,053</u>
<u>Expenditures</u>				
Instruction	\$ 600,927	\$ 500,000	\$ 100,927	\$ -
Support services	1,096,086	250,000	846,086	674,348
Facility acquisition and construction	<u>604,396</u>	<u>2,500,000</u>	<u>(1,895,604)</u>	<u>446,136</u>
Total Expenditures	<u>\$2,301,409</u>	<u>\$3,250,000</u>	<u>\$ (948,591)</u>	<u>\$1,120,484</u>
Receipts Over (Under) Expenditures	\$1,024,230			\$1,269,569
Unencumbered Cash, Beginning	<u>5,498,805</u>			<u>4,229,236</u>
Unencumbered Cash, Ending	<u>\$6,523,035</u>			<u>\$5,498,805</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-6

PROFESSIONAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>	-	-	-	-
<u>Expenditures</u>				
Instructional support staff	-	\$ <u>90,321</u>	\$ <u>(90,321)</u>	-
Receipts Over (Under) Expenditures	\$ -			\$ -
Unencumbered Cash, Beginning	<u>90,321</u>			<u>90,321</u>
Unencumbered Cash, Ending	\$ <u>90,321</u>			\$ <u>90,321</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-7

SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Medicaid reimbursement	\$ 102,639	\$1,054,860	\$ (952,221)	\$ 153,599
Miscellaneous	4,965	15,000	(10,035)	26,250
Operating Transfers:				
General Fund	3,818,526	3,102,700	715,826	2,929,059
Supplemental General Fund	<u>701,180</u>	<u>1,000,000</u>	<u>(298,820)</u>	<u>1,000,000</u>
Total Receipts	<u>\$4,627,310</u>	<u>\$5,172,560</u>	<u>\$ (545,250)</u>	<u>\$4,108,908</u>
<u>Expenditures</u>				
Instruction	\$3,846,928	\$5,046,132	\$ (1,199,204)	\$3,713,915
Instructional support staff	249	-	249	-
General Administration	123,176	131,378	(8,202)	124,418
Operations and maintenance	24,359	30,000	(5,641)	22,037
Student transportation services	<u>112,103</u>	<u>103,696</u>	<u>8,407</u>	<u>97,363</u>
Total Expenditures	<u>\$4,106,815</u>	<u>\$5,311,206</u>	<u>\$ (1,204,391)</u>	<u>\$3,957,733</u>
Receipts Over (Under) Expenditures	\$ 520,495			\$ 151,175
Unencumbered Cash, Beginning	<u>1,736,283</u>			<u>1,585,108</u>
Unencumbered Cash, Ending	<u>\$2,256,778</u>			<u>\$1,736,283</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-8

BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Taxes and Shared Receipts:				
Ad valorem property tax	\$ 2,226,578	\$2,302,616	\$ (76,038)	\$1,937,005
Delinquent tax	55,215	34,831	20,384	40,131
Motor vehicle tax	204,922	169,532	35,390	219,433
RV tax	1,812	579	1,233	2,427
Commercial vehicle tax	10,852	7,143	3,709	15,311
Other local sources	1,781,434	1,800,000	(18,566)	635,496
State aid	5,583,787	5,490,724	93,063	5,958,840
Investment income	-	-	-	107
Operating Transfers:				
Capital projects	2,000,000	-	2,000,000	-
Miscellaneous	<u>14,057</u>	<u>-</u>	<u>14,057</u>	<u>8,818</u>
Total Receipts	\$11,878,657	<u>\$9,805,425</u>	<u>\$ 2,073,232</u>	\$8,817,568
<u>Expenditures</u>				
Debt service	<u>7,968,963</u>	<u>\$9,306,563</u>	<u>\$ (1,337,600)</u>	<u>9,310,688</u>
Receipts Over (Under) Expenditures	\$ 3,909,694			\$ (493,120)
Unencumbered Cash, Beginning	<u>3,875,628</u>			<u>4,368,748</u>
Unencumbered Cash, Ending	<u>\$ 7,785,322</u>			<u>\$3,875,628</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-9

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
State aid	\$3,981,925	\$3,993,709	\$ (11,784)	\$ -
Operating Transfers:				
General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,488,292</u>
Total Receipts	<u>\$3,981,925</u>	<u>\$3,993,709</u>	<u>\$ (11,784)</u>	<u>\$2,488,292</u>
<u>Expenditures</u>				
Instruction	\$2,866,986	\$2,875,472	\$ (8,486)	\$1,791,570
Student support services	79,638	79,874	(236)	49,766
Instructional support staff	159,277	159,748	(471)	99,532
General Administration	278,735	279,560	(825)	174,180
School Administration	79,638	79,874	(236)	49,766
Central Services	39,819	39,937	(118)	24,883
Operations and maintenance	278,735	279,560	(825)	174,180
Student transportation services	79,639	79,874	(235)	49,766
Food service operation	<u>119,458</u>	<u>119,810</u>	<u>(352)</u>	<u>74,649</u>
Total Expenditures	<u>\$3,981,925</u>	<u>\$3,993,709</u>	<u>\$ (11,784)</u>	<u>\$2,488,292</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-10

BILINGUAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	<u>\$2,613,265</u>	<u>\$2,613,331</u>	<u>\$ (66)</u>	<u>\$2,521,417</u>
<u>Expenditures</u>				
Instruction	<u>\$2,542,794</u>	<u>\$2,548,556</u>	<u>\$ (5,762)</u>	<u>\$2,459,996</u>
General Administration	<u>70,471</u>	<u>64,775</u>	<u>5,696</u>	<u>61,421</u>
Total Expenditures	<u>\$2,613,265</u>	<u>\$2,613,331</u>	<u>\$ (66)</u>	<u>\$2,521,417</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-11

VOCATIONAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	\$211,875	<u>\$211,875</u>	<u>-</u>	\$155,921
<u>Expenditures</u>				
Instruction	<u>211,875</u>	<u>\$211,875</u>	<u>-</u>	<u>155,921</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-12

AT RISK 4 YEAR OLD FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Other local revenue	\$ 14,700	\$ 99,126	\$ (84,426)	\$ 13,933
Operating Transfers:				
General Fund	<u>423,151</u>	<u>356,534</u>	<u>66,617</u>	<u>354,087</u>
Total Receipts	<u>\$437,851</u>	<u>\$455,660</u>	<u>\$ (17,809)</u>	<u>\$368,020</u>
<u>Expenditures</u>				
Instruction	\$414,925	\$455,660	\$ (40,735)	\$372,805
Other support services	<u>22,926</u>	<u>-</u>	<u>22,926</u>	<u>-</u>
Total Expenditures	<u>\$437,851</u>	<u>\$455,660</u>	<u>\$ (17,809)</u>	<u>\$372,805</u>
Receipts Over (Under) Expenditures	-			\$ (4,785)
Unencumbered Cash, Beginning	<u>-</u>			<u>4,785</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-13

AT RISK FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Over</u>	<u>Year</u>
			<u>(Under)</u>	<u>Actual</u>
<u>Receipts</u>				
Operating Transfers:				
General Fund	<u>\$8,258,369</u>	<u>\$8,258,369</u>	<u>-</u>	<u>\$6,753,045</u>
<u>Expenditures</u>				
Instruction	\$7,434,930	\$7,506,173	\$ (71,243)	\$6,031,264
Student support services	74,352	80,000	(5,648)	74,352
Instructional support staff	<u>749,087</u>	<u>672,196</u>	<u>76,891</u>	<u>647,429</u>
Total Expenditures	<u>\$8,258,369</u>	<u>\$8,258,369</u>	<u>-</u>	<u>\$6,753,045</u>
Receipts Over (Under) Expenditures	-			-
Unencumbered Cash, Beginning	<u>-</u>			<u>-</u>
Unencumbered Cash, Ending	<u>-</u>			<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-14

GIFTS AND GRANTS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
ACTUAL AND BUDGET – REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>Current Year</u>			<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Over</u> <u>(Under)</u>	<u>Year</u> <u>Actual</u>
<u>Receipts</u>				
Local grants	\$290,388	\$300,000	\$ (9,612)	\$ 155,993
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,038</u>
Total Receipts	<u>\$290,388</u>	<u>\$300,000</u>	<u>\$ (9,612)</u>	<u>\$ 158,031</u>
<u>Expenditures</u>				
Instruction	\$181,816	\$344,072	\$ (162,256)	\$ 287,217
Operating Transfers:				
Jump Start Summer School	<u>75,000</u>	<u>-</u>	<u>75,000</u>	<u>-</u>
Total Expenditures	<u>\$256,816</u>	<u>\$344,072</u>	<u>\$ (87,256)</u>	<u>\$ 287,217</u>
Receipts Over (Under) Expenditures	\$ 33,572			\$ (129,186)
Unencumbered Cash, Beginning	<u>44,072</u>			<u>173,258</u>
Unencumbered Cash, Ending	<u>\$ 77,644</u>			<u>\$ 44,072</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2
(Continued)

SCHEDULES OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

For the fiscal year ended June 30, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-15

JUMP START SUMMER SCHOOL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Operating Transfers:		
Gifts and grants	\$ 75,000	-
<u>Expenditures</u>	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ 75,000	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 75,000</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-16

OTHER OPERATIONS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ 595	\$ 1,300
Student activities	<u>244,627</u>	<u>239,779</u>
Total Receipts	\$245,222	\$241,079
<u>Expenditures</u>		
Student activities	<u>202,080</u>	<u>222,898</u>
Receipts Over (Under) Expenditures	\$ 43,142	\$ 18,181
Unencumbered Cash, Beginning	<u>405,965</u>	<u>387,784</u>
Unencumbered Cash, Ending	<u>\$449,107</u>	<u>\$405,965</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-17

TEXTBOOK RENTAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Fees and charges	\$ 92,542	\$ 117,313
<u>Expenditures</u>		
Instruction	<u>36,209</u>	<u>334,935</u>
Receipts Over (Under) Expenditures	\$ 56,333	\$ (217,622)
Unencumbered Cash, Beginning	<u>50,753</u>	<u>268,375</u>
Unencumbered Cash, Ending	<u>\$107,086</u>	<u>\$ 50,753</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-18

PROJECT LEAD THE WAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
State grant	\$ 10,000	\$ 15,000
<u>Expenditures</u>		
Instruction	<u>10,000</u>	<u>15,000</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-19

CONTINGENCY RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>	-	-
<u>Expenditures</u>	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>1,800,000</u>	<u>1,800,000</u>
Unencumbered Cash, Ending	<u>\$1,800,000</u>	<u>\$1,800,000</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-20

SECONDARY PROGRAM IMPROVEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ <u>38,293</u>	\$ <u>41,552</u>
<u>Expenditures</u>		
Instruction	\$ 36,133	\$ 34,634
Operations and maintenance	<u>2,160</u>	<u>6,918</u>
Total Expenditures	\$ <u>38,293</u>	\$ <u>41,552</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-21

TITLE I LOW INCOME FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ <u>942,625</u>	\$ <u>982,151</u>
<u>Expenditures</u>		
Instruction	\$872,254	\$777,997
Student support services	4,297	45,554
Instructional support staff	6,303	109,708
General Administration	43,578	42,424
Operations and maintenance	383	-
Community service	15,103	6,360
Student activities	<u>617</u>	<u>108</u>
Total Expenditures	\$ <u>942,535</u>	\$ <u>982,151</u>
Receipts Over (Under) Expenditures	\$ 90	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	\$ <u><u>90</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-22

TITLE I MIGRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	<u>\$450,000</u>	<u>\$450,000</u>
<u>Expenditures</u>		
Instruction	\$282,228	\$229,442
Student support services	1,186	75
Instructional support staff	27,784	542
General Administration	54,559	42,975
Operations and maintenance	-	168
Student transportation services	78,611	86,586
Food service operation	-	559
Student activities	5,632	13,211
Prior year	<u>76,442</u>	<u>-</u>
Total Expenditures	<u>\$526,442</u>	<u>\$373,558</u>
Receipts Over (Under) Expenditures	\$ (76,442)	\$ 76,442
Unencumbered Cash, Beginning	<u>76,442</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>\$ 76,442</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-23

EARLY CHILDHOOD PRESCHOOL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
State grant	<u>\$218,469</u>	<u>\$164,617</u>
<u>Expenditures</u>		
Instruction	\$196,264	\$167,244
Operations and maintenance	<u>1,216</u>	<u>929</u>
Total Expenditures	<u>\$197,480</u>	<u>\$168,173</u>
Receipts Over (Under) Expenditures	\$ 20,989	\$ (3,556)
Unencumbered Cash, Beginning	<u>(36,323)</u>	<u>(32,767)</u>
Unencumbered Cash, Ending	<u>\$ (15,334)</u>	<u>\$ (36,323)</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-24

TITLE II D ED TECH FORMULA FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Grant	\$ <u>30,902</u>	<u>-</u>
<u>Expenditures</u>		
Instruction	\$ 28,827	-
Operations and maintenance	<u>2,075</u>	<u>-</u>
Total Expenditures	\$ <u>30,902</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-25

TITLE III ENGLISH LANGUAGE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	<u>\$221,456</u>	<u>\$217,331</u>
<u>Expenditures</u>		
Instruction	\$148,642	\$ 71,470
Instructional support staff	<u>72,814</u>	<u>145,861</u>
Total Expenditures	<u>\$221,456</u>	<u>\$217,331</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-26

21ST CENTURY GRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Local grants	\$ -	\$207,303
Fees and charges	41,037	12,632
Miscellaneous	<u>7,272</u>	<u>-</u>
Total Receipts	<u>\$ 48,309</u>	<u>\$219,935</u>
<u>Expenditures</u>		
Instruction	\$ 90,257	\$ 46,232
Support services	375	-
School Administration	-	7,094
Operations and maintenance	-	2,614
Food service operation	<u>60</u>	<u>81</u>
Total Expenditures	<u>\$ 90,692</u>	<u>\$ 56,021</u>
Receipts Over (Under) Expenditures	\$ (42,383)	\$163,914
Unencumbered Cash, Beginning	<u>168,301</u>	<u>4,387</u>
Unencumbered Cash, Ending	<u>\$125,918</u>	<u>\$168,301</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-27

21ST CENTURY ROCK FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	-	\$ 69,000
Fees and charges	<u>-</u>	<u>15,963</u>
Total Receipts	<u>-</u>	<u>\$ 84,963</u>
<u>Expenditures</u>		
Instruction	-	\$ 79,642
School Administration	-	9,250
Operations and maintenance	-	5,837
Food service operation	<u>-</u>	<u>398</u>
Total Expenditures	<u>-</u>	<u>\$ 95,127</u>
Receipts Over (Under) Expenditures	-	\$ (10,164)
Unencumbered Cash, Beginning	<u>-</u>	<u>10,164</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-28

21ST CENTURY SOAR FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	-	\$ 69,000
Fees and charges	<u>-</u>	<u>34,839</u>
Total Receipts	<u>-</u>	<u>\$103,839</u>
<u>Expenditures</u>		
Instruction	-	\$ 93,328
School Administration	-	9,253
Operations and maintenance	-	1,136
Food service operation	<u>-</u>	<u>122</u>
Total Expenditures	<u>-</u>	<u>\$103,839</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-29

CHAPTER I CARRYOVER FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	<u>\$173,000</u>	<u>\$172,000</u>
<u>Expenditures</u>		
Instruction	\$173,000	\$104,500
Instructional support staff	<u>-</u>	<u>67,500</u>
Total Expenditures	<u>\$173,000</u>	<u>\$172,000</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-30

RURAL AND LOW INCOME SCHOOL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ <u>57,993</u>	\$ <u>66,736</u>
<u>Expenditures</u>		
Instruction	\$ 48,788	\$ 66,736
Instructional support staff	<u>9,205</u>	<u>-</u>
Total Expenditures	\$ <u>57,993</u>	\$ <u>66,736</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-31

TITLE VI B PASS THRU FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$860,050	\$853,555
<u>Expenditures</u>		
Instruction	<u>860,050</u>	<u>853,555</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-32

TITLE VI B DISCRETIONARY SPECIAL EDUCATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ <u>31,084</u>	\$ <u>33,084</u>
<u>Expenditures</u>		
Instruction	\$ 30,753	\$ 33,084
Operations and maintenance	<u>331</u>	<u>-</u>
Total Expenditures	\$ <u>31,084</u>	\$ <u>33,084</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-33

EARLY CHILDHOOD PASS THRU FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ 13,059	\$ 13,061
<u>Expenditures</u>		
Instruction	<u>13,059</u>	<u>13,061</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-34

TITLE II A TEACHER QUALITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	<u>\$156,232</u>	<u>\$185,708</u>
<u>Expenditures</u>		
Instruction	\$151,764	\$184,467
School Administration	<u>4,468</u>	<u>1,241</u>
Total Expenditures	<u>\$156,232</u>	<u>\$185,708</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-35

SUMMER SCHOOL-MIGRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Grant	\$ <u>10,700</u>	<u>-</u>
<u>Expenditures</u>		
Instruction	\$ 1,270	\$ 10,700
Transportation	<u>2,273</u>	<u>-</u>
Total Expenditures	\$ <u>3,543</u>	\$ <u>10,700</u>
Receipts Over (Under) Expenditures	\$ 7,157	\$ (10,700)
Unencumbered Cash, Beginning	<u>(10,700)</u>	<u>-</u>
Unencumbered Cash, Ending	\$ <u>(3,543)</u>	\$ <u>(10,700)</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-36

TITLE III IMMIGRANT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Federal aid	\$ <u>8,961</u>	\$ <u>90,401</u>
<u>Expenditures</u>		
Instruction	\$ 1,924	\$ 97,102
Instructional support staff	<u>-</u>	<u>336</u>
Total Expenditures	\$ <u>1,924</u>	\$ <u>97,438</u>
Receipts Over (Under) Expenditures	\$ 7,037	\$ (7,037)
Unencumbered Cash, Beginning	<u>(7,037)</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	\$ <u>(7,037)</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-37

CAPITAL PROJECT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>		
Investment income (loss)	\$ 127,981	\$ (308,114)
Miscellaneous	<u>-</u>	<u>32,183</u>
Total Receipts	\$ <u>127,981</u>	\$ <u>(275,931)</u>
<u>Expenditures</u>		
Instruction	\$ 397,936	\$ 2,822,063
Operations and maintenance	1,967	292,163
Facility acquisition and construction	11,366,745	42,914,630
Operating Transfers:		
Bond and interest	<u>2,000,000</u>	<u>-</u>
Total Expenditures	\$ <u>13,766,648</u>	\$ <u>46,028,856</u>
Receipts Over (Under) Expenditures	\$ (13,638,667)	\$ (46,304,787)
Unencumbered Cash, Beginning	<u>21,079,174</u>	<u>67,383,961</u>
Unencumbered Cash, Ending	\$ <u>7,440,507</u>	\$ <u>21,079,174</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 2-38

COST OF ISSUANCE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the fiscal year ended June 30, 2018
(with comparative actual totals for the prior year ended June 30, 2017)

	<u>6-30-18</u>	<u>6-30-17</u>
<u>Receipts</u>	-	\$ -
<u>Expenditures</u>		
Cost of issuance	<u>-</u>	<u>2,245</u>
Receipts Over (Under) Expenditures	\$ -	\$ (2,245)
Unencumbered Cash, Beginning	<u>3,000</u>	<u>5,245</u>
Unencumbered Cash, Ending	<u>\$ 3,000</u>	<u>\$ 3,000</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 3

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For the fiscal year ended June 30, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 3

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the fiscal year ended June 30, 2018

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Student Organization Funds:				
Liberal High School:				
Art Menagerie	\$ 3,660	\$ 1,916	\$ 4,691	\$ 885
BFF	37	-	-	37
Cheerleaders	881	60,457	54,572	6,766
Dance Team	896	7,495	7,478	913
DECA	1,833	11,085	10,693	2,225
FCCLA	-	19,790	18,909	881
Key Club	1,035	4,330	5,277	88
Naturkunshapkubb	1,606	1,372	2,561	417
National Honor Society	6,071	6,248	4,630	7,689
Student Council	6,306	13,236	16,968	2,574
Thespians	704	4,366	4,202	868
Thespian Trip	202	-	-	202
Class of 1965 to Present	19,794	3,538	5,303	18,029
Senior Class 2015	-	20	-	20
Senior Class 2017	3,665	-	3,665	-
Senior Class 2018	2,781	1,967	1,047	3,701
Junior Class	2,609	4,799	4,821	2,587
Sophomore Class	1,787	1,435	186	3,036
Freshman Class	-	1,435	190	1,245
Debate/Forensics	-	10,699	10,461	238
Newspaper	3,328	1,750	1,356	3,722
Alternative School	688	503	162	1,029
Journalism	91	-	-	91
Mirage Yearbook	1,830	17,940	17,979	1,791
ID Badges	777	-	-	777
Jag	590	-	348	242
Liberal Redskin Car Tags	-	60	60	-
Lanyards	48	40	3	85
Marketing Management	1,040	16,008	14,948	2,100
TV Broadcasting	165	85	160	90

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 3
(Continued)

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For the fiscal year ended June 30, 2018

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Liberal High School (Continued):				
Young Republicans	362	-	-	362
Robotics	1,622	-	-	1,622
Publicity	-	104	-	104
Fees	247	102,267	101,184	1,330
AP Account	2,466	667	-	3,133
Odyssey of the Mind	1,173	-	-	1,173
AVID	1,675	3,953	5,358	270
Class Europe Trip	30	-	-	30
Achieve	684	-	-	684
To Life	53	-	-	53
Student Activity Account	10,357	14,546	674	24,229
Student Rewards	3,188	5,091	2,690	5,589
Counselors' College Trips	1,095	-	-	1,095
Stand Out	1,112	-	-	1,112
Total Liberal High School	<u>\$ 86,488</u>	<u>\$ 317,202</u>	<u>\$ 300,576</u>	<u>\$103,114</u>
Seymour Rogers Middle School:				
Cheerleaders	\$ 6,730	\$ 12,910	\$ 10,343	\$ 9,297
Fees	-	19,969	19,969	-
National Jr. Honor Society	196	6,796	6,855	137
Yearbook	1,539	2,522	3,040	1,021
Apache Shirts	1,222	8,084	8,275	1,031
AVID	1,050	2,814	3,864	-
Robotics	76	-	-	76
Halo	121	-	-	121
Fundraiser	-	153	153	-
Student of the Month	91	-	-	91
Student Council	883	2,154	2,326	711
FCCLA	<u>898</u>	<u>24,604</u>	<u>24,587</u>	<u>915</u>
Total Seymour Rogers Middle School	<u>\$ 12,806</u>	<u>\$ 80,006</u>	<u>\$ 79,412</u>	<u>\$ 13,400</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 3
(Continued)

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the fiscal year ended June 30, 2018

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
Eisenhower Middle School:				
National Jr. Honor Society	\$ 798	\$ 4,037	\$ 2,849	\$ 1,986
Student Council	1,968	5,313	5,961	1,320
FCCLA	423	-	-	423
Fees	2	39,523	39,094	431
Girls PE	-	1,039	239	800
American History	45	-	-	45
F.A.C.S.–Beef Council	13	400	-	413
AVID	2,909	2,422	1,499	3,832
Newspaper/Media/Yearbook	<u>-</u>	<u>5,145</u>	<u>3,223</u>	<u>1,922</u>
Total Eisenhower Middle School	\$ <u>6,158</u>	\$ <u>57,879</u>	\$ <u>52,865</u>	\$ <u>11,172</u>
Total Student Organization Funds	\$105,452	\$ 455,087	\$ 432,853	\$127,686
Employee Deduction Fund	<u>189,323</u>	<u>5,453,542</u>	<u>5,436,989</u>	<u>205,876</u>
Total Agency Funds	<u>\$294,775</u>	<u>\$5,908,629</u>	<u>\$5,869,842</u>	<u>\$333,562</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND
UNENCUMBERED CASH – REGULATORY BASIS
For the fiscal year ended June 30, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 4

DISTRICT ACTIVITY FUNDS
SCHEDULE OF RECEIPTS, EXPENDITURES AND
UNENCUMBERED CASH – REGULATORY BASIS
For the fiscal year ended June 30, 2018

<u>Funds</u>	<u>Beginning</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>
Liberal High School:				
Gate Receipts:				
Athletics	\$ 44,020	\$308,926	\$299,949	\$ 52,997
Musical	<u>3,258</u>	<u>3,683</u>	<u>3,597</u>	<u>3,344</u>
Subtotal Gate Receipts	\$ <u>47,278</u>	\$ <u>312,609</u>	\$ <u>303,546</u>	\$ <u>56,341</u>
School Projects:				
Concessions	\$ 21,130	\$ 62,863	\$ 57,258	\$ 26,735
Charity Donations	8,775	1,444	1,896	8,323
Band	3,626	150,054	140,051	13,629
Vocal	<u>8,298</u>	<u>9,724</u>	<u>11,079</u>	<u>6,943</u>
Subtotal School Projects	\$ <u>41,829</u>	\$ <u>224,085</u>	\$ <u>210,284</u>	\$ <u>55,630</u>
Total Liberal High School	\$ <u>89,107</u>	\$ <u>536,694</u>	\$ <u>513,830</u>	\$ <u>111,971</u>
Seymour Rogers Middle School:				
Gate Receipts – Athletics	\$ <u>512</u>	\$ <u>45,233</u>	\$ <u>39,211</u>	\$ <u>6,534</u>
School Projects:				
Band	\$ 794	\$ 6,400	\$ 5,302	\$ 1,892
Vocal	-	253	205	48
Concessions	2,685	11,951	11,398	3,238
Library	<u>276</u>	<u>1,813</u>	<u>1,905</u>	<u>184</u>
Subtotal School Projects	\$ <u>3,755</u>	\$ <u>20,417</u>	\$ <u>18,810</u>	\$ <u>5,362</u>
Total Seymour Rogers Middle School	\$ <u>4,267</u>	\$ <u>65,650</u>	\$ <u>58,021</u>	\$ <u>11,896</u>
Eisenhower Middle School:				
Gate Receipts – Athletics	\$ <u>13,226</u>	\$ <u>67,508</u>	\$ <u>66,731</u>	\$ <u>14,003</u>
School Projects:				
Band	\$ -	\$ 14,045	\$ 13,031	\$ 1,014
Concessions	<u>72</u>	<u>15,017</u>	<u>15,034</u>	<u>55</u>
Subtotal School Projects	\$ <u>72</u>	\$ <u>29,062</u>	\$ <u>28,065</u>	\$ <u>1,069</u>
Total Eisenhower Middle School	\$ <u>13,298</u>	\$ <u>96,570</u>	\$ <u>94,796</u>	\$ <u>15,072</u>
Total District Activity Funds	\$ <u>106,672</u>	\$ <u>698,914</u>	\$ <u>666,647</u>	\$ <u>138,939</u>

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

SUPPLEMENTARY INFORMATION

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Report on Compliance for Each Major Federal Program

We have audited Unified School District No. 480's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Unified School District No. 480's major federal programs for the fiscal year ended June 30, 2018. Unified School District No. 480's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Unified School District No. 480's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with the *Kansas Municipal Audit and Accounting Guide*; auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Unified School District No. 480's compliance.

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Page 2

Opinion on Each Major Federal Program

In our opinion, Unified School District No. 480 complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2018.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2018-1. Our opinion on the major federal program is not modified with respect to this matter.

Unified School District No. 480's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Unified School District No. 480's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Management of Unified School District No. 480 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 480's internal control over compliance.

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

To the Board of Education
Unified School District No. 480
Liberal, Kansas 67901

Page 3

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 2018-1, that we consider to be a significant deficiency.

Unified School District No. 480's response to the internal control over compliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Unified School District No. 480's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

Hay•Rice & Associates, Chartered

Hay•Rice & Associates, Chartered

October 17, 2018

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 5

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the fiscal year ended June 30, 2018

<u>Federal Grantor/Pass Through Grantor</u> <u>Program or Cluster Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Expenditures</u>
U. S. Department of Agriculture – Passed Through Kansas Department of Education:		
Child Nutrition Cluster:		
School Breakfast Program	10.553	\$ <u>547,425</u>
National School Lunch Program:	10.555	
Section 4		\$1,632,030
Section 11		34,234
Cash for Commodities		<u>136,507</u>
Total National School Lunch Program		<u>\$1,802,771</u>
Summer Food Service Program for Children	10.559	\$ <u>23,242</u>
Total Child Nutrition Cluster		\$2,373,438
Professional Standards	10.547	4,000
Fresh Fruit and Vegetable Program	10.582	<u>114,722</u>
Total U.S. Department of Agriculture		<u>\$2,492,160</u>
U. S. Department of Education – Passed Through Kansas Department of Education:		
Title I Grants to Local Educational Agencies:		
Title I Low Income	84.010	\$ <u>1,113,525</u>
Special Education Cluster (IDEA):		
Special Education Grants to States	84.027	\$ 891,134
Special Education Preschool Grants	84.173	<u>13,059</u>
Total Special Education Cluster		<u>\$ 904,193</u>

See accompanying notes to schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 480
 Liberal, Kansas

Schedule 5
 (Continued)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the fiscal year ended June 30, 2018

<u>Federal Grantor/Pass Through Grantor</u> <u>Program or Cluster Title</u>	<u>Federal</u> <u>CFDA</u> <u>Number</u>	<u>Expenditures</u>
U. S. Department of Education – Passed Through Kansas Department of Education (Continued):		
Migrant Education – State Grant Program	84.011	\$ 450,000
Neglected	84.013	10,700
Program Improvement	84.048	38,293
Homeless Child	84.196	2,100
Rural and Low Income School Program	84.358	57,993
Title III Immigrant	84.365	8,961
English Language Acquisition Grants	84.365	221,456
Improving Teacher Quality State Grants	84.367	21,373
Supporting Effective Instruction	84.367	134,859
Student Support Academic Enrichment	84.425	<u>30,902</u>
Total Grants		\$ <u>976,637</u>
Total U.S. Department of Education		<u>\$2,994,355</u>
U.S. Department of Health and Human Services Passed Through Kansas Department of Education:		
Youth Risk Behavior Survey	93.079	\$ 595
Early Learning Kansans	93.558	<u>15,000</u>
Total U.S. Department of Health and Human Services		\$ <u>15,595</u>
Total Expenditures of Federal Awards		<u>\$5,502,110</u>

See accompanying notes to schedule of expenditures of federal awards.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the fiscal year ended June 30, 2018

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (Schedule 5) includes the federal award activity of Unified School District No. 480 under programs of the federal government for the fiscal year ended June 30, 2018. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Unified School District No. 480, it is not intended to and does not present the aggregate cash and unencumbered cash balances and receipts and expenditures of Unified School District No. 480.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the accompanying Schedule of Expenditures of Federal Awards are reported on the regulatory basis of accounting, which are accounting practices prescribed by the State of Kansas and are described in Note 1 to the School District's regulatory basis financial statement.

Note C: Indirect Cost Rate

Unified School District No. 480 has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the fiscal year ended June 30, 2018

Major Program Findings

Significant Deficiency 2017-1

Condition – The tests of expenditures revealed a lack of proper support and approval.

Recommendation – The auditor recommended that proper approval and support for all expenditures be obtained. Management concurred with recommendation and indicated that the procedures would be implemented.

Current Status – The School District is continuing to take steps to implement our recommendation.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 6

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the fiscal year ended June 30, 2018

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on the regulatory basis financial statements of Unified School District No. 480.
2. One significant deficiency disclosed during the audit of the financial statements is reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. No material weaknesses are reported.
3. No instances of noncompliance material to the financial statements of Unified School District No. 480 were disclosed during the audit.
4. One significant deficiency on internal control over major federal award programs disclosed during the audit is reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance. No material weaknesses are reported.
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 480 expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with 2 CFR Section 200.516(a) are reported in this Schedule.
7. The programs tested as major programs were:
 - Child Nutrition Cluster CFDA #10.553, 10.555, 10.559, 10.574
 - Title I Grants to Local Educational Agencies CFDA #84.010
 - Special Education Cluster CFDA #84.027, 84.173
8. The threshold for determining type A and B programs was \$750,000.
9. Unified School District No. 480 did not qualify as a low-risk auditee.

UNIFIED SCHOOL DISTRICT NO. 480
Liberal, Kansas

Schedule 6
(Continued)

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the fiscal year ended June 30, 2018

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

Significant Deficiency 2018-1

Condition – The tests of expenditures revealed a lack of proper support and approval.

Criteria – The School District requires proper approval of all expenditures and the major programs tested require proper approval and support of all expenditures.

Cause – Responsible parties failed to properly approve all expenses and obtain proper support for all expenses.

Effect – The lack of proper approval of expenditures increases the risk that misstatements due to fraud or error will occur. The lack of proper support could result in noncompliance with the grant agreement and the cost being disallowed.

Auditor's Recommendation – We recommend that proper approval and support for all expenditures be obtained.

Management's Response (unaudited) – Management agreed with recommendation and is taking steps to implement it.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

Significant Deficiency 2018-1 – See above for details.

Questioned Costs – Unknown.

