

**UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS**

**AUDITORS' REPORT &  
FINANCIAL STATEMENT**

**June 30, 2018**

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
FINANCIAL STATEMENT  
For the Year Ended June 30, 2018  
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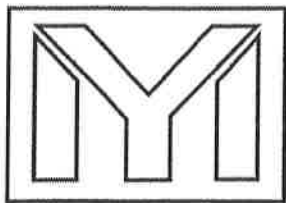
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# YERKES & MICHELS, CPA, LLC

CERTIFIED PUBLIC ACCOUNTANTS

American Institute of Certified Public Accountants, Kansas Society of Certified Public Accountants

John D. Carroll, CPA

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Ashley R. Osburn, CPA, MBAA

## INDEPENDENT AUDITORS' REPORT

Board of Education  
Unified School District No. 446  
Independence, Kansas 67301

### *Report on the Financial Statement*

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 446 Independence, Kansas, as of and for the year ended June 30, 2018 and the related notes to the financial statement.

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

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

### *Auditors' 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 applicable audit requirements of the *Kansas Municipal Audit and Accounting Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by the Unified School District No. 446 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Unified School District No. 446, 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 the Unified School District No. 446, 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*

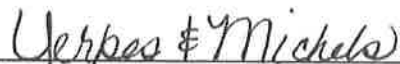
Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, summary of regulatory basis receipts and disbursements – agency funds, and schedule of regulatory basis receipts and expenditures and unencumbered cash – district activity funds, (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards (Schedule 5 as listed in the table of contents) is presented for the purpose of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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. 446, Independence, Kansas as of and for the year ended June 30, 2017 (not presented herein), and have issued our report thereon dated March 23, 2018, which contained an unmodified opinion on the basic financial statement. The June 30, 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The June 30, 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 the 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 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.

*Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2019, on our consideration of the District'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Cooperative's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Cooperative's internal control over financial reporting and compliance.

  
YERKES & MICHELS, CPA, LLC  
Independence, Kansas

March 19, 2019

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
Regulatory Basis  
For the Year Ended June 30, 2018

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance June 30, 2018</u>	<u>Add: Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance June 30, 2018</u>	<u>Fund</u>
Governmental Type Funds:								Governmental Type Funds:
General Funds:								General Funds:
General Fund	\$ 0.58	\$ -	\$ 12,877,686.37	\$ 12,877,686.95	\$ -	\$ 16,299.65	\$ 16,299.65	General Fund
Supplemental General Fund	-	-	4,108,647.00	4,108,647.00	-	-	-	Supplemental General Fund
Special Purpose Funds:								Special Purpose Funds:
At Risk (4 Year Old) Fund	-	-	90,584.30	89,310.30	1,274.00	9,190.30	10,464.30	At Risk (4 Year Old) Fund
At Risk ( K-12 ) Fund	-	-	2,660,888.86	2,609,283.99	51,604.87	5,834.35	57,439.22	At Risk ( K-12 ) Fund
Vocational Education Fund	64,151.95	-	246,471.48	307,156.01	3,467.42	-	3,467.42	Vocational Education Fund
Special Education Fund	144,000.00	-	2,471,048.24	2,514,954.07	100,094.17	-	100,094.17	Special Education Fund
Driver Training Fund	10,127.96	-	37,602.00	16,764.85	30,965.11	-	30,965.11	Driver Training Fund
Food Service Fund	136,366.00	-	1,164,241.17	1,134,491.68	166,115.49	2,581.85	168,697.34	Food Service Fund
Capital Outlay Fund	386,363.74	-	1,548,326.50	1,707,021.18	227,669.06	72,645.46	300,314.52	Capital Outlay Fund
Professional Development Fund	0.10	-	48,389.89	45,192.32	3,197.67	424.00	3,621.67	Professional Development Fund
Summer School Fund	12.95	-	3,990.00	67.93	3,935.02	-	3,935.02	Summer School Fund
Bilingual Fund	-	-	11,855.30	11,855.30	-	-	-	Bilingual Fund
Parents As Teachers Fund	-	-	-	-	-	-	-	Parents As Teachers Fund
Recreation Commission Fund	69,622.40	-	470,693.18	539,224.00	1,091.58	-	1,091.58	Recreation Commission Fund
Rec.Comm. Employ.Benefit Fund	6,447.41	-	122,176.90	128,602.67	21.64	-	21.64	Rec.Comm. Employ.Benefit Fund
Public Library Board Fund	16,207.01	-	290,570.51	306,777.52	-	-	-	Public Library Board Fund
Gifts and Grants Fund	22,879.22	-	6,568.58	6,551.09	22,896.71	-	22,896.71	Gifts and Grants Fund
KPERS Retirement Contr. Fund	-	-	1,360,675.05	1,360,675.05	-	-	-	KPERS Retirement Contr. Fund
Contingency Reserve Fund	340,787.64	-	291,000.00	281,014.40	350,773.24	2.00	350,775.24	Contingency Reserve Fund
Special Assessment Fund	3,005.81	-	-	-	3,005.81	-	3,005.81	Special Assessment Fund
Summer Food Program Fund	23,776.80	-	2,612.61	6,006.49	20,382.92	-	20,382.92	Summer Food Program Fund
Kansas Health Foundation Fund	10,547.07	-	-	263.35	10,283.72	-	10,283.72	Kansas Health Foundation Fund
Textbook/Student Mat.Revolv.Fund	-	-	45,683.25	42,641.88	3,041.37	14,966.30	18,007.67	Textbook/Student Mat.Revolv.Fund
Dual Credit - ICC Classes Fund	12,704.26	-	17,600.00	11,403.87	18,900.39	370.22	19,270.61	Dual Credit - ICC Classes Fund
Fruit & Veggie Fund	10,529.18	-	-	-	10,529.18	-	10,529.18	Fruit & Veggie Fund
21st Century Grant Fund FY18	-	-	75,000.00	75,000.00	-	7,038.94	7,038.94	21st Century Grant Fund FY18

THE NOTES TO THE FINANCIAL STATEMENT ARE AN INTEGRAL PART OF THIS STATEMENT.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
Regulatory Basis  
For the Year Ended June 30, 2018

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance June 30, 2018</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance June 30, 2018</u>	<u>Fund</u>
FY 18 Skills Training	\$ -	\$ -	\$ 23,113.00	\$ 23,113.00	\$ -	\$ -	\$ -	FY 18 Skills Training
Title I 18446 Fund	-	-	548,962.00	548,962.00	-	-	-	Title I 18446 Fund
Title II A 18446 Fund	-	-	100,834.00	100,834.00	-	2,350.00	2,350.00	Title II A 18446 Fund
Title IV FY 2018 Fund	-	-	14,896.00	14,896.00	-	372.00	372.00	Title IV FY 2018 Fund
Title V FY 2018 Fund	-	-	34,468.00	34,468.00	-	18.49	18.49	Title V FY 2018 Fund
District Activity Funds	11,819.65	-	278,573.75	280,075.24	10,318.16	-	10,318.16	District Activity Funds
Bond and Interest Funds:								Bond and Interest Funds:
Bond and Interest Fund	2,295,319.87	-	3,593,174.65	3,664,875.50	2,223,619.02	-	2,223,619.02	Bond and Interest Fund
Expendable Trust Funds:								Expendable Trust Funds:
After School Acad. Scholar. Fund	25.00	-	44,323.93	44,348.93	-	-	-	After School Acad. Scholar. Fund
<b>TOTAL REPORTING ENTITY (Excluding Agency Funds)</b>	<b>\$ 3,564,694.60</b>	<b>\$ -</b>	<b>\$ 32,590,656.52</b>	<b>\$ 32,892,164.57</b>	<b>\$ 3,263,186.55</b>	<b>\$ 132,093.56</b>	<b>\$ 3,395,280.11</b>	<b>TOTAL REPORTING ENTITY (Excluding Agency Funds)</b>



UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNEMCUMBERED CASH  
Regulatory Basis  
For the Year Ended June 30, 2018

COMPOSITION OF CASH:

Equity Bank, Independence, Kansas		
Platinum Account	\$	644,873.40
Community National Bank, Independence, Kansas		
Middle School Petty Cash		900.00
Commercial Bank, Independence, Kansas		
Checking Account		
District - Operating	\$	2,534,174.89
District - Savings		202,063.66
High School - Operations		98,441.22
Middle School - Operations		31,924.88
Jefferson School - Operations		41,103.78
Eisenhower School - Operations		28,447.04
Board Office Petty Cash		750.00
High School Petty Cash		750.00
Jefferson School Petty Cash		384.75
Eisenhower School Petty Cash		500.00
Sub-total		2,938,540.22
Cash on Hand		
High School	\$	300.00
Middle School		265.00
Jefferson School		100.00
Sub-total		665.00
TOTAL CASH	\$	3,584,978.62
Less: Agency Funds - Schedule 3		(189,763.76)
Total Reporting Entity (Excluding Agency Funds)	\$	3,395,214.86

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1A. MUNICIPAL FINANCIAL REPORTING ENTITY

Unified School District No. 446 is a municipal corporation governed by an elected seven-member board. This regulatory basis financial statement includes transactions of the primary government only.

The District's summary statement of receipts, expenditures and unencumbered cash includes the accounts of all District operations. The District's major operations include primary and secondary education of young people in the Independence, Kansas school district. The scope of the entity for financial reporting purposes is designed as those funds for which the District has oversight responsibility and is primarily accountable. Oversight responsibility includes budgetary authority and fiscal management responsibility. Budgetary authority is defined as authority for final approval of budgetary appropriations and revisions. Fiscal management responsibility is control of the collection and disbursement of funds.

1B. – REGULATORY BASIS FUND TYPES

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

Trust Funds -- funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Funds -- funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

1C. – BASIS OF PRESENTATION AND 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

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

1C. – BASIS OF PRESENTATION AND BASIS OF ACCOUNTING (cont'd)

investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

1D. BUDGETARY INFORMATION

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5<sup>th</sup> 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. The budget was amended on April 9, 2018.

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.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1D. BUDGETARY INFORMATION

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

A legal operating budget is not required for capital projects funds, trust funds, and special purpose funds as reported on Schedule 2 pages 38 through 50 and 52.

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.

1E. REIMBURSEMENTS

The District 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.

NOTE 2. COMPLIANCE WITH KANSAS STATUTES AND OTHER FINANCE RELATED LEGAL MATTERS

Pursuant to Kansas State Statute KSA 58-3935, payroll checks outstanding for more than one year are considered unclaimed property. There were six payroll checks totaling \$318.30 outstanding for more than one year as of June 30, 2018; therefore, the District is required to turn those checks over to the State Treasurer's Office.

Additionally, there are two vendor checks totaling \$89.12, outstanding for more than two years as of June 30, 2018. Pursuant to Kansas State Statute KSA 10-816, the vendor checks must be cancelled and returned to the fund which the warrants were drawn.

Management of the District is not aware of any other violations of compliance with Kansas Statutes or violations of other finance related legal matters.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 3 - DEPOSITS AND INVESTMENTS

At June 30, 2018, the District had no investments.

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

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

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

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%.

At June 30, 2018, the carrying amount of the District's deposits was \$3,584,978.62. The bank balance was \$3,772,187.83. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. The bank balance was held by three banks. Of the bank balance \$500,900.00 was covered by FDIC insurance, creating a custodial credit risk; however, \$3,271,287.03 was collateralized with securities held by the pledging financial institution's agents in the Municipality'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, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 4 – IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$1,119,766.00 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 – LONG-TERM DEBT

5A. – LONG-TERM DEBT INFORMATION

See pages 18 and 19 for Long Term Debt Schedules.

5B. – PRIOR YEAR DEFEASENCE OF DEBT

In prior years, the District defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bond. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements of the reporting entity. At June 30, 2018, the following defeased bonds from prior years are outstanding:

<u>Bond Series</u>	<u>Amount</u>
Series 2009-2	\$ 15,710,000
Series 2009-3	<u>19,820,000</u>
	\$ 35,530,000

5C. – ADVANCE REFUNDING

The District issued general obligation refunding bonds to advance refund a portion of the District's Series 2009 General Obligation Bonds. The purpose of the refunding was to lower interest rates and provide taxpayers savings. As a result, the refunded bonds are considered to be defeased and the proceeds of new bonds were placed in an irrevocable trust to provide for all future debt service payments on the portion of the old bonds that were refunded. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements and the liability of the defeased debt has been removed from the regulatory basis financial statements. At June 30, 2018, the amount of outstanding defeased bonds totaled \$ 35,530,000.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 6 - DEFINED BENEFIT PENSION PLAN

6A. – PENSION PLAN GENERAL INFORMATION

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

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

State law provides that the employer contribution rates for KPERS 1 and 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

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 6 - DEFINED BENEFIT PENSION PLAN (cont'd)

6A. – PENSION PLAN GENERAL INFORMATION (cont'd)

years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,360,675.05 for the year ended June 30, 2018.

6B. – NET PENSION LIABILITY

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$16,031,592.00. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

NOTE 7 - RISK MANAGEMENT

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



UNIFIED SCHOOL DISTRICT NO. 446  
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NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 8 – INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Food Service	K.S.A. 72-5167	3,504.98
General	Bilingual	K.S.A. 72-5167	11,855.30
General	Special Education	K.S.A. 72-5167	1,492,098.00
General	Contingency	K.S.A. 72-5167	291,000.00
General	Capital Outlay	K.S.A. 72-5167	205,106.44
General	Professional Development	K.S.A. 72-5167	37,199.39
General	At Risk (K-12)	K.S.A. 72-5167	1,423,125.74
General	Vocational Education	K.S.A. 72-5167	243,074.48
General	At Risk (4 Year Old)	K.S.A. 72-5167	90,584.30
Supplemental General	Special Education	K.S.A. 72-6433	919,513.18
Supplemental General	At Risk (K-12)	K.S.A. 72-6433	1,227,697.03
Contingency	Supplemental General	K.S.A. 72-6428	280,974.42

NOTE 9 – FLEXIBLE BENEFIT PLAN (I.R.C. SECTION 125)

The Board adopted a salary-reduction flexible benefit plan under Section 125 of the Internal Revenue Code. All full time employees of the District are eligible to participate in the plan beginning the first day of the month following employment. Each employee may elect to reduce his or her salary to purchase benefits through the plan. Currently benefits offered through the plan involve health, dental and vision insurance, group life insurance, child care expenses and unreimbursed medical expenses.

NOTE 10 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

10A. – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the municipality 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. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 10 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (cont'd)

10A. – OTHER POST EMPLOYMENT BENEFITS (cont'd)

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

10B. – COMPENSATED ABSENCES

The District's compensated absence policy permits employees to receive one day of sick leave a month during the first 6 months of employment. At the beginning of the 7<sup>th</sup> month a classified employee is credited with four additional days.

Sick leave after the first year of employment is credited on the basis of 10 days on the first day of the contractual year. Sick leave days may accumulate at the rate of 10 days per year for a maximum of 90 days.

Sick leave benefits shall be the same for regular full-time employees on a 9-12 month contract. The sick leave allowance of a regular part-time employee shall be proportionate to the amount of time served. A regular half-time employee is entitled to five days per year with possible accumulation of 45 working days.

Each full-time noncertified employee shall have one day personal leave per year, which may accumulate to a total of three days. Personal leave days shall not be deducted from sick leave. A regular half-time employee is entitled to one-half day personal leave per year, which may accumulate to one and one-half days. Certified employees shall have two days personal leave per year, which may accumulate to a total of five days.

Full-time employees of the board may be granted a paid vacation each year. The following vacation schedule will apply to noncertified personnel who are employed on a twelve-month basis.

After completing -	1 Year	1 Week
	2 through 9 years	2 Weeks
	Over 10 years	3 Weeks

The liability for accrued vacation and sick pay is not reflected on the financial statements. Neither the actual or estimated liability was available at June 30, 2018. The cost of vacation and sick pay are recognized as expenditures when paid.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

NOTES TO FINANCIAL STATEMENT

June 30, 2018

NOTE 11 – USE OF ESTIMATES

The preparation of regulatory basis financial statements required management to make estimates and assumptions that affect the reported amounts of expenditures during the audit period, encumbrances outstanding and disclosure of contingencies at the end of the audit period. Actual results could differ from the estimates.

NOTE 12 – COMMITMENT

On May 29, 2007 the District entered into an a Participation Agreement and Hedging Authorization with Greenbush Energy Group, which will allow Greenbush Energy Group to negotiate a fixed price with Constellation NewEnergy – Gas Division, LLC for provision of natural gas services. The original agreement is renewed annually and for the period July 1, 2017 to June 30, 2018, the participation fee is \$450 and the service cost fee is three cents per Mcf per year based on the prior year's usage.

NOTE 13 – SUBSEQUENT EVENTS

In October 2018, the District authorized the solicitation of lease purchase financial institution bids for the new bus barn not to exceed two million dollars and eight years. In January 2019, bus bids were presented to the Board and the purchase of 13 71-passenger buses and one wheelchair accessible bus from Midwest Bus Sales was approved, as well as the purchase of one activity Blue Bird Bus from Kansas Truck Equipment Company. Bids were also presented for the new Bus Maintenance Facility. The Board approved the Decker Construction, Inc. Bus Maintenance Facility bid. The total bus project was approved for \$2,000,000.00.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
NOTES TO THE FINANCIAL STATEMENT  
For the Year Ended June 30, 2018

NOTE 5A - LONG TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2018:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
GENERAL OBLIGATION BONDS										
Series 2009-1	2.25-5%	05/15/2009	\$ 2,000,000.00	09/01/2033	\$ 60,000.00	\$ -	\$ 60,000.00	\$ (60,000.00)	\$ -	\$ 42,450.00
Series 2009-2	5-5.5%	08/15/2009	23,340,000.00	09/01/2026	4,060,000.00	-	1,215,000.00	(1,215,000.00)	2,845,000.00	1,011,975.00
Series 2009-3	6.59%	08/15/2009	19,820,000.00	09/01/2033	-	-	-	-	-	1,306,138.00
Series 2013	2-3%	03/07/2013	9,070,000.00	09/01/2026	9,070,000.00	-	-	-	9,070,000.00	-
Series 2014	2-4%	10/29/2014	9,135,000.00	09/01/2033	9,135,000.00	-	-	-	9,135,000.00	29,312.50
Series 2016	3-5%	03/02/2016	19,060,000.00	09/01/2033	19,060,000.00	-	-	-	19,060,000.00	-
					<u>\$ 41,385,000.00</u>	<u>\$ -</u>	<u>\$ 1,275,000.00</u>	<u>\$ (1,275,000.00)</u>	<u>\$ 40,110,000.00</u>	<u>\$ 2,389,875.50</u>
CAPITAL LEASES										
Commercial Bank	2.62%	12/15/2017	650,000.00	12/25/2025	-	650,000.00	36,806.29	613,193.71	613,193.71	8,491.67
					<u>\$ -</u>	<u>\$ 650,000.00</u>	<u>\$ 36,806.29</u>	<u>\$ 613,193.71</u>	<u>\$ 613,193.71</u>	<u>\$ 8,491.67</u>
TOTAL LONG TERM DEBT					<u>\$ 41,385,000.00</u>	<u>\$ 650,000.00</u>	<u>\$ 1,311,806.29</u>	<u>\$ (661,806.29)</u>	<u>\$ 40,723,193.71</u>	<u>\$ 2,398,367.17</u>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2018

NOTE 5A - LONG TERM DEBT (Continued)

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

	Year <u>2019</u>	Year <u>2020</u>	Year <u>2021</u>	Year <u>2022</u>	Year <u>2023</u>	Years <u>2024-2028</u>	Years <u>2029-2033</u>	Years <u>2034-2038</u>	<u>TOTAL</u>
<b>PRINCIPAL</b>									
General Obligation - Series 2009-2	\$ 1,315,000.00	\$ 1,435,000.00	\$ 95,000.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,845,000.00
General Obligation - Series 2009-3	-	-	-	-	-	-	-	-	-
General Obligation - Series 2013	-	-	120,000.00	125,000.00	125,000.00	8,700,000.00	-	-	9,070,000.00
General Obligation - Series 2014	90,000.00	85,000.00	1,595,000.00	1,790,000.00	1,895,000.00	2,925,000.00	620,000.00	135,000.00	9,135,000.00
General Obligation - Series 2016	-	-	-	-	-	3,055,000.00	14,955,000.00	1,050,000.00	19,060,000.00
Capital Leases									
Commercial Bank	75,016.79	76,959.22	79,024.64	81,108.65	83,247.62	217,836.79	-	-	613,193.71
<b>TOTAL PRINCIPAL</b>	<b>\$ 1,480,016.79</b>	<b>\$ 1,596,959.22</b>	<b>\$ 1,889,024.64</b>	<b>\$ 1,996,108.65</b>	<b>\$ 2,103,247.62</b>	<b>\$ 14,897,836.79</b>	<b>\$ 15,575,000.00</b>	<b>\$ 1,185,000.00</b>	<b>\$ 40,723,193.71</b>
<b>INTEREST</b>									
General Obligation - Series 2009-2	\$ 948,725.00	\$ 458,300.00	\$ 2,375.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,409,400.00
General Obligation - Series 2009-3	1,306,138.00	653,069.00	-	-	-	-	-	-	1,959,207.00
General Obligation - Series 2013	-	134,200.00	267,200.00	264,750.00	262,250.00	652,950.00	-	-	1,581,350.00
General Obligation - Series 2014	57,725.00	188,250.00	295,750.00	244,975.00	180,225.00	236,375.00	89,812.50	2,700.00	1,295,812.50
General Obligation - Series 2016	-	442,800.00	885,600.00	885,600.00	885,600.00	4,351,625.00	1,658,325.00	15,750.00	9,125,300.00
Capital Leases									
Commercial Bank	15,579.13	13,636.70	11,571.28	9,487.27	7,348.30	8,652.83	-	-	66,275.51
<b>TOTAL INTEREST</b>	<b>\$ 2,328,167.13</b>	<b>\$ 1,890,255.70</b>	<b>\$ 1,462,496.28</b>	<b>\$ 1,404,812.27</b>	<b>\$ 1,335,423.30</b>	<b>\$ 5,249,602.83</b>	<b>\$ 1,748,137.50</b>	<b>\$ 18,450.00</b>	<b>\$ 15,437,345.01</b>
<b>TOTAL PRINCIPAL AND INTEREST</b>	<b>\$ 3,808,183.92</b>	<b>\$ 3,487,214.92</b>	<b>\$ 3,351,520.92</b>	<b>\$ 3,400,920.92</b>	<b>\$ 3,438,670.92</b>	<b>\$ 20,147,439.62</b>	<b>\$ 17,323,137.50</b>	<b>\$ 1,203,450.00</b>	<b>\$ 56,160,538.72</b>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

Fund	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance (Over) Under	Fund
Governmental Type Funds:							Governmental Type Funds:
General Funds:							General Funds:
General Fund	\$ 13,079,189.00	\$ (201,501.00)	\$ -	\$ 12,877,688.00	\$ 12,877,686.95	\$ 1.05	General Fund
Supplemental General Fund	4,108,647.00	-		4,108,647.00	4,108,647.00	-	Supplemental General Fund
Special Purpose Funds:							Special Purpose Funds:
At Risk (4 Year Old) Fund	575,000.00	-		575,000.00	89,310.20	485,689.80	At Risk (4 Year Old) Fund
At Risk ( K-12 ) Fund	2,700,000.00	-		2,700,000.00	2,609,283.99	90,716.01	At Risk ( K-12 ) Fund
Vocational Education	350,000.00	-		350,000.00	307,156.01	42,843.99	Vocational Education
Special Education Fund	2,800,000.00	-		2,800,000.00	2,514,954.07	285,045.93	Special Education Fund
Driver Training Fund	35,427.00	-		35,427.00	16,764.85	18,662.15	Driver Training Fund
Food Service Fund	1,580,000.00	-		1,580,000.00	1,134,491.68	445,508.32	Food Service Fund
Capital Outlay Fund	3,700,000.00	-		3,700,000.00	1,707,021.18	1,992,978.82	Capital Outlay Fund
Professional Development Fund	76,500.00	-		76,500.00	45,192.32	31,307.68	Professional Development Fund
Summer School Fund	65,513.00	-		65,513.00	67.93	65,445.07	Summer School Fund
Bilingual Fund	50,000.00	-		50,000.00	11,855.30	38,144.70	Bilingual Fund
Parent Education Program	10,000.00	-		10,000.00	-	10,000.00	Parent Education Program
Recreation Commission Fund	539,244.00	-		539,244.00	539,224.00	20.00	Recreation Commission Fund
Rec.Comm. Employ.Benefit Fund	154,000.00	-		154,000.00	128,602.67	25,397.33	Rec.Comm. Employ.Benefit Fund
Public Library Board Fund	327,414.00	-		327,414.00	306,777.52	20,636.48	Public Library Board Fund
Gifts and Grants Fund	47,905.00	-		47,905.00	6,551.09	41,353.91	Gifts and Grants Fund
KPERS Retirement Contr. Fund	1,408,124.00	-		1,408,124.00	1,360,675.05	47,448.95	KPERS Retirement Contr. Fund
Bond and Interest Funds:							Bond and Interest Funds:
Bond and Interest Fund	3,806,601.00	-		3,806,601.00	3,664,875.50	141,725.50	Bond & Interest Fund

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

GENERAL FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
Interest on Idle Funds	\$ 5,276.09	\$ -	\$ -	\$ -
Other County Taxes	1,168.42	2,024.77	1,170.00	854.77
State of Kansas-State Aid	10,431,647.00	11,366,982.00	11,426,019.00	(59,037.00)
State of Kansas-Special Ed	1,415,312.00	1,492,098.00	1,652,000.00	(159,902.00)
State of Kansas - KPERS Aid	911,407.02	-	-	-
Federal Impact Aid ( 874 )	22,837.05	16,581.60	-	16,581.60
<b>TOTAL CASH RECEIPTS</b>	<u>\$ 12,787,647.58</u>	<u>\$ 12,877,686.37</u>	<u>\$ 13,079,189.00</u>	<u>\$ (201,502.63)</u>
<b>EXPENDITURES</b>				
Instruction	\$ 6,222,422.58	\$ 6,230,543.27	\$ 6,510,200.00	\$ (279,656.73)
Student Support Services	230,761.57	214,748.60	155,100.00	59,648.60
Instructional Support Staff	1,099.67	3,464.18	15,000.00	(11,535.82)
General Administration	727,437.41	593,299.58	782,500.00	(189,200.42)
School Administration	1,120,853.27	1,063,978.39	1,374,400.00	(310,421.61)
Operations and Maintenance	361,136.90	297,952.56	367,300.00	(69,347.44)
Transportation	538,477.70	576,637.08	555,000.00	21,637.08
Other Support Services	101,666.63	99,514.66	-	99,514.66
Transfers	3,499,522.35	3,797,548.63	3,319,689.00	477,859.63
State of Kansas-Fuel Tax Refund	(5,115.50)	-	-	-
Reimbursement	(10,615.00)	-	-	-
Adjustment to Comply with Legal Max	-	-	(201,501.00)	201,501.00
<b>TOTAL EXPENDITURES</b>	<u>\$ 12,787,647.58</u>	<u>\$ 12,877,686.95</u>	<u>\$ 12,877,688.00</u>	<u>\$ (1.05)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ -	\$ (0.58)		
<b>UNENCUMBERED CASH, BEGINNING</b>	<u>0.58</u>	<u>0.58</u>		
<b>UNENCUMBERED CASH, ENDING</b>	<u>\$ 0.58</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET

Regulatory Basis  
For the Year Ended June 30, 2018

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

SUPPLEMENTAL GENERAL FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Ad Valorem Tax	\$ 1,753,358.78	\$ 1,589,444.15	\$ 1,635,076.00	\$ (45,631.85)
Delinquent Tax	41,797.91	60,948.35	9,205.00	51,743.35
Motor Vehicle Tax	196,141.67	173,904.08	169,640.00	4,264.08
State of Kansas	2,075,278.00	2,003,376.00	2,003,376.00	
Transfers	42,070.64	280,974.42	291,350.00	(10,375.58)
TOTAL CASH RECEIPTS	\$ 4,108,647.00	\$ 4,108,647.00	\$ 4,108,647.00	\$ -
EXPENDITURES				
Instruction	\$ 753,037.04	\$ 819,998.58	\$ 398,456.00	\$ 421,542.58
Student Support Services	293,360.39	198,098.41	257,592.00	(59,493.59)
Instructional Support Staff	99,164.64	33,164.98	334,281.00	(301,116.02)
General Administration	206,937.24	274,232.27	-	274,232.27
Operations and Maintenance	617,354.81	635,942.55	785,446.00	(149,503.45)
Transfers	2,138,792.88	2,147,210.21	2,332,872.00	(185,661.79)
TOTAL EXPENDITURES	\$ 4,108,647.00	\$ 4,108,647.00	\$ 4,108,647.00	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -		
UNENCUMBERED CASH, BEGINNING	-	-		
UNENCUMBERED CASH, ENDING	\$ -	\$ -		



UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

AT RISK ( 4 Year Old ) FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Transfer	\$ 55,666.76	\$ 90,584.30	\$ 100,000.00	\$ (9,415.70)
TOTAL CASH RECEIPTS	\$ 55,666.76	\$ 90,584.30	\$ 100,000.00	\$ (9,415.70)
EXPENDITURES				
Instruction	\$ 70,133.83	\$ 89,310.30	\$ 100,000.00	\$ (10,689.70)
TOTAL EXPENDITURES	\$ 70,133.83	\$ 89,310.30	\$ 100,000.00	\$ (10,689.70)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (14,467.07)	\$ 1,274.00		
UNENCUMBERED CASH, BEGINNING	14,467.07	-		
UNENCUMBERED CASH, ENDING	\$ -	\$ 1,274.00		

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

AT RISK ( K-12 ) FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Transfer	\$ 2,267,116.53	\$ 2,650,822.77	\$ 2,759,800.00	\$ (108,977.23)
Miscellaneous	-	10,066.09	-	\$ 10,066.09
TOTAL CASH RECEIPTS	\$ 2,267,116.53	\$ 2,660,888.86	\$ 2,759,800.00	\$ (98,911.14)
EXPENDITURES				
Instruction	\$ 2,348,495.67	\$ 2,505,955.20	\$ 2,700,000.00	\$ (194,044.80)
Kids Crew	65,037.46	86,752.18	-	86,752.18
Commodities	29,320.66	16,576.61	-	16,576.61
TOTAL EXPENDITURES	\$ 2,442,853.79	\$ 2,609,283.99	\$ 2,700,000.00	\$ (90,716.01)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (175,737.26)	\$ 51,604.87		
UNENCUMBERED CASH, BEGINNING	175,737.26	-		
UNENCUMBERED CASH, ENDING	\$ -	\$ 51,604.87		

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

VOCATIONAL EDUCATION FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Transfer	\$ -	\$ 243,074.48	\$ 350,000.00	\$ (106,925.52)
Miscellaneous	2,715.00	3,397.00	2,477.00	920.00
TOTAL CASH RECEIPTS	\$ 2,715.00	\$ 246,471.48	\$ 352,477.00	\$ (106,005.52)
EXPENDITURES				
Instruction	\$ -	\$ 292,133.63	\$ 350,000.00	\$ (57,866.37)
Supplies	-	15,022.38	-	15,022.38
TOTAL EXPENDITURES	\$ -	\$ 307,156.01	\$ 350,000.00	\$ (42,843.99)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 2,715.00	\$ (60,684.53)		
UNENCUMBERED CASH, BEGINNING	61,436.95	64,151.95		
UNENCUMBERED CASH, ENDING	\$ 64,151.95	\$ 3,467.42		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

SPECIAL EDUCATION FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Transfer	\$ 1,984,986.17	\$ 2,411,611.18	\$ 2,713,922.00	\$ (302,310.82)
Federal Revenue	-	9,336.00	-	9,336.00
Miscellaneous	145,049.94	50,101.06	-	50,101.06
TOTAL CASH RECEIPTS	<u>\$ 2,130,036.11</u>	<u>\$ 2,471,048.24</u>	<u>\$ 2,713,922.00</u>	<u>\$ (242,873.76)</u>
EXPENDITURES				
Purchased Services	\$ 1,091,144.67	\$ 1,090,413.07	\$ 927,853.00	\$ 162,560.07
Tri-County -- State Entitlement	1,348,288.00	1,424,541.00	1,512,115.00	(87,574.00)
TOTAL EXPENDITURES	<u>\$ 2,439,432.67</u>	<u>\$ 2,514,954.07</u>	<u>\$ 2,439,968.00</u>	<u>\$ 74,986.07</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (309,396.56)	\$ (43,905.83)		
UNENCUMBERED CASH, BEGINNING	<u>453,396.56</u>	<u>144,000.00</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 144,000.00</u>	<u>\$ 100,094.17</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

DRIVER TRAINING FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
State of Kansas	\$ 11,264.00	\$ 10,752.00	\$ 13,300.00	\$ (2,548.00)
Fees and Miscellaneous	-	26,850.00	12,000.00	14,850.00
TOTAL CASH RECEIPTS	\$ 11,264.00	\$ 37,602.00	\$ 25,300.00	\$ 12,302.00
EXPENDITURES				
Instruction	\$ 13,677.54	\$ 16,106.98	\$ 15,200.00	\$ 906.98
Operations and Maintenance	15,916.75	657.87	20,227.00	(19,569.13)
TOTAL EXPENDITURES	\$ 29,594.29	\$ 16,764.85	\$ 35,427.00	\$ (18,662.15)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (18,330.29)	\$ 20,837.15		
UNENCUMBERED CASH, BEGINNING	28,458.25	10,127.96		
UNENCUMBERED CASH, ENDING	\$ 10,127.96	\$ 30,965.11		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

FOOD SERVICE FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
State of Kansas	\$ 10,380.46	\$ -	\$ 11,840.00	\$ (11,840.00)
Federal Funds	812,167.65	847,559.36	897,476.00	(49,916.64)
Federal Impact Aid	9,787.31	7,106.40	-	7,106.40
Student Lunch and Breakfast	161,449.02	171,462.14	562,250.00	(390,787.86)
Adult and Other Student Sales	72,119.72	72,233.36	47,195.00	25,038.36
Miscellaneous & Reimbursements	65,877.90	62,374.93	-	62,374.93
Transfer	200.00	3,504.98	-	3,504.98
<b>TOTAL CASH RECEIPTS</b>	<u>\$ 1,131,982.06</u>	<u>\$ 1,164,241.17</u>	<u>\$ 1,518,761.00</u>	<u>\$ (354,519.83)</u>
<b>EXPENDITURES</b>				
Operations and Maintenance	\$ 37,554.21	\$ 21,028.75	\$ 41,000.00	\$ (19,971.25)
Salaries and Benefits	471,769.33	495,615.10	534,000.00	(38,384.90)
Supplies and Other Purchased Svcs.	603,255.58	617,847.83	910,000.00	(292,152.17)
<b>TOTAL EXPENDITURES</b>	<u>\$ 1,112,579.12</u>	<u>\$ 1,134,491.68</u>	<u>\$ 1,485,000.00</u>	<u>\$ (350,508.32)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	<u>\$ 19,402.94</u>	<u>\$ 29,749.49</u>		
<b>UNENCUMBERED CASH, BEGINNING</b>	<u>116,963.06</u>	<u>136,366.00</u>		
<b>UNENCUMBERED CASH, ENDING</b>	<u>\$ 136,366.00</u>	<u>\$ 166,115.49</u>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

CAPITAL OUTLAY FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
<b>CASH RECEIPTS</b>				
Ad Valorem Tax	\$ 456,380.39	\$ 425,392.95	\$ 448,335.00	\$ (22,942.05)
Delinquent Tax	8,285.60	11,865.42	2,389.00	9,476.42
Motor Vehicle Tax	44,519.81	43,486.37	43,109.00	377.37
Other County Taxes	5,052.36	4,308.72	2,915.00	1,393.72
Other Revenue from Local Sources	-	7,586.02	-	7,586.02
Loan Revenue	-	650,000.00	-	650,000.00
Interest	848.02	8,708.32	-	8,708.32
State Aid	186,258.77	184,996.00	186,300.00	(1,304.00)
Miscellaneous and Reimbursements	187,238.14	6,276.26	3,000,000.00	(2,993,723.74)
Transfers	132,086.43	205,706.44	-	205,706.44
<b>TOTAL CASH RECEIPTS</b>	<b>\$ 1,020,669.52</b>	<b>\$ 1,548,326.50</b>	<b>\$ 3,683,048.00</b>	<b>\$ (2,134,721.50)</b>
<b>EXPENDITURES</b>				
Architecture and Engineering	\$ 400.00	\$ 5,640.00	\$ -	\$ 5,640.00
Building Construction & Remodeling	83,648.08	779,524.42	3,000,000.00	(2,220,475.58)
Capital Lease Payments	-	36,806.29	-	36,806.29
Interest Expense	-	8,491.67	-	8,491.67
Maintenance Salaries	612,835.12	608,731.56	700,000.00	(91,268.44)
Instruction Property & Equipment	449,422.58	267,827.24	-	267,827.24
<b>TOTAL EXPENDITURES</b>	<b>\$ 1,146,305.78</b>	<b>\$ 1,707,021.18</b>	<b>\$ 3,700,000.00</b>	<b>\$ (1,992,978.82)</b>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	<b>\$ (125,636.26)</b>	<b>\$ (158,694.68)</b>		
<b>UNENCUMBERED CASH, BEGINNING</b>	<b>512,000.00</b>	<b>386,363.74</b>		
<b>UNENCUMBERED CASH, ENDING</b>	<b>\$ 386,363.74</b>	<b>\$ 227,669.06</b>		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

PROFESSIONAL DEVELOPMENT FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Transfer	\$ 7,174.38	\$ 37,199.39	\$ 10,000.00	\$ 27,199.39
State Revenue	-	-	6,500.00	(6,500.00)
Other Revenue from Local Sources	46.75	11,190.50	60,000.00	(48,809.50)
TOTAL CASH RECEIPTS	\$ 7,221.13	\$ 48,389.89	\$ 76,500.00	\$ (28,110.11)
EXPENDITURES				
Instruction	\$ 1,339.38	\$ (4,008.83)	\$ 76,500.00	\$ (80,508.83)
Supplies	6,191.38	49,201.15	-	49,201.15
TOTAL EXPENDITURES	\$ 7,530.76	\$ 45,192.32	\$ 76,500.00	\$ (31,307.68)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (309.63)	\$ 3,197.57		
UNENCUMBERED CASH, BEGINNING	309.73	0.10		
UNENCUMBERED CASH, ENDING	\$ 0.10	\$ 3,197.67		



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Regulatory Basis  
For the Year Ended June 30, 2018

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

SUMMER SCHOOL FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Fees	\$ 500.00	\$ 3,990.00	\$ 65,000.00	\$ (61,010.00)
Transfer	1.00	-	500.00	(500.00)
TOTAL CASH RECEIPTS	\$ 501.00	\$ 3,990.00	\$ 65,500.00	\$ (61,510.00)
EXPENDITURES				
Instruction	\$ 1,970.02	\$ 67.93	\$ 65,513.00	\$ (65,445.07)
TOTAL EXPENDITURES	\$ 1,970.02	\$ 67.93	\$ 65,513.00	\$ (65,445.07)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (1,469.02)	\$ 3,922.07		
UNENCUMBERED CASH, BEGINNING	1,481.97	12.95		
UNENCUMBERED CASH, ENDING	\$ 12.95	\$ 3,935.02		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

BILINGUAL FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
Transfer	\$ 9,838.73	\$ 11,855.30	\$ 50,000.00	\$ (38,144.70)
TOTAL CASH RECEIPTS	\$ 9,838.73	\$ 11,855.30	\$ 50,000.00	\$ (38,144.70)
EXPENDITURES				
Instruction	\$ 11,167.75	\$ 12,179.58	\$ 50,000.00	\$ (37,820.42)
Reimbursement	-	(324.28)	-	-
TOTAL EXPENDITURES	\$ 11,167.75	\$ 11,855.30	\$ 50,000.00	\$ (37,820.42)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (1,329.02)	\$ -		
UNENCUMBERED CASH, BEGINNING	1,329.02	-		
UNENCUMBERED CASH, ENDING	\$ -	\$ -		

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SCHEDULE OF RECEIPTS AND EXPENDITURES-ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

PARENTS AS TEACHERS FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over <u>(Under)</u>
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
Transfer	\$ 8,620.00	\$ -	\$ 10,000.00	\$ (10,000.00)
TOTAL CASH RECEIPTS	\$ 8,620.00	\$ -	\$ 10,000.00	\$ (10,000.00)
EXPENDITURES				
Commodities	\$ 8,620.00	\$ -	\$ 10,000.00	\$ (10,000.00)
TOTAL EXPENDITURES	\$ 8,620.00	\$ -	\$ 10,000.00	\$ (10,000.00)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -		
UNENCUMBERED CASH, BEGINNING	-	-		
UNENCUMBERED CASH, ENDING	\$ -	\$ -		

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Regulatory Basis  
For the Year Ended June 30, 2018

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

RECREATION COMMISSION FUND

	Prior Year Actual	CURRENT YEAR		Variance Over (Under)
		Actual	Budget	
CASH RECEIPTS				
Ad Valorem Tax	\$ 424,640.77	\$ 417,905.78	\$ 445,810.00	\$ (27,904.22)
Delinquent Tax	7,758.37	3,657.01	2,236.00	1,421.01
Motor Vehicle Tax	33,391.68	35,257.50	38,600.00	(3,342.50)
Other County Taxes	3,831.58	13,872.89	2,611.00	11,261.89
TOTAL CASH RECEIPTS	\$ 469,622.40	\$ 470,693.18	\$ 489,257.00	\$ (18,563.82)
EXPENDITURES				
Community Service Operations	\$ 400,000.00	\$ 539,224.00	\$ 539,244.00	\$ (20.00)
TOTAL EXPENDITURES	\$ 400,000.00	\$ 539,224.00	\$ 539,244.00	\$ (20.00)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 69,622.40	\$ (68,530.82)		
UNENCUMBERED CASH, BEGINNING	-	69,622.40		
UNENCUMBERED CASH, ENDING	\$ 69,622.40	\$ 1,091.58		

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

RECREATION COMMISSION EMPLOYEE BENEFIT FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
Ad Valorem Tax	\$ 141,461.82	\$ 105,116.27	\$ 111,987.00	\$ (6,870.73)
Delinquent Tax	2,580.88	4,109.76	746.00	3,363.76
Motor Vehicle Tax	11,128.10	11,746.26	11,623.00	123.26
Other County Taxes	1,276.61	1,204.61	785.00	419.61
Miscellaneous	-	-	35,000.00	(35,000.00)
TOTAL CASH RECEIPTS	<u>\$ 156,447.41</u>	<u>\$ 122,176.90</u>	<u>\$ 160,141.00</u>	<u>\$ (37,964.10)</u>
EXPENDITURES				
Community Service Operations	<u>\$ 150,000.00</u>	<u>\$ 128,602.67</u>	<u>\$ 150,000.00</u>	<u>\$ (21,397.33)</u>
TOTAL EXPENDITURES	<u>\$ 150,000.00</u>	<u>\$ 128,602.67</u>	<u>\$ 150,000.00</u>	<u>\$ (21,397.33)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 6,447.41	\$ (6,425.77)		
UNENCUMBERED CASH, BEGINNING	<u>-</u>	<u>6,447.41</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 6,447.41</u>	<u>\$ 21.64</u>		

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Regulatory Basis  
For the Year Ended June 30, 2018

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

PUBLIC LIBRARY BOARD FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over Under)
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
Ad Valorem Tax	\$ 278,303.91	\$ 256,272.63	\$ 271,418.00	\$ (15,145.37)
Delinquent Tax	5,605.66	7,021.90	1,463.00	5,558.90
Motor Vehicle Tax	24,499.78	24,806.14	24,588.00	218.14
Other County Taxes	2,369.14	2,078.31	1,662.00	416.31
Other Revenue from Local Sources	428.52	391.53	35,000.00	(34,608.47)
TOTAL CASH RECEIPTS	\$ 311,207.01	\$ 290,570.51	\$ 334,131.00	\$ (43,560.49)
EXPENDITURES				
Community Service Operations	\$ 295,000.00	\$ 306,777.52	\$ 327,414.00	\$ (20,636.48)
TOTAL EXPENDITURES	\$ 295,000.00	\$ 306,777.52	\$ 327,414.00	\$ (20,636.48)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 16,207.01	\$ (16,207.01)		
UNENCUMBERED CASH, BEGINNING	-	16,207.01		
UNENCUMBERED CASH, ENDING	\$ 16,207.01	\$ -		

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Regulatory Basis  
For the Year Ended June 30, 2018

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

GIFTS AND GRANTS FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
Grants	\$ 10,667.81	\$ 6,568.58	\$ 25,000.00	\$ (18,431.42)
Federal Revenue	1,900.00	-	-	-
TOTAL CASH RECEIPTS	<u>\$ 12,567.81</u>	<u>\$ 6,568.58</u>	<u>\$ 25,000.00</u>	<u>\$ (18,431.42)</u>
EXPENDITURES				
Project Costs	\$ 11,100.48	\$ 6,551.09	\$ 47,905.00	\$ (41,353.91)
TOTAL EXPENDITURES	<u>\$ 11,100.48</u>	<u>\$ 6,551.09</u>	<u>\$ 47,905.00</u>	<u>\$ (41,353.91)</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 1,467.33	\$ 17.49		
UNENCUMBERED CASH, BEGINNING	<u>21,411.89</u>	<u>22,879.22</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 22,879.22</u>	<u>\$ 22,896.71</u>		

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Regulatory Basis  
For the Year Ended June 30, 2018

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

KPERS RETIREMENT CONTRIBUTION FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
State of Kansas	\$ 911,407.02	\$ 1,360,675.05	\$ 1,408,124.00	\$ (47,448.95)
TOTAL CASH RECEIPTS	\$ 911,407.02	\$ 1,360,675.05	\$ 1,408,124.00	\$ (47,448.95)
EXPENDITURES				
Employee Benefits	\$ 911,407.02	\$ 1,360,675.05	\$ 1,408,124.00	\$ (47,448.95)
TOTAL EXPENDITURES	\$ 911,407.02	\$ 1,360,675.05	\$ 1,408,124.00	\$ (47,448.95)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -		
UNENCUMBERED CASH, BEGINNING	-	-		
UNENCUMBERED CASH, ENDING	\$ -	\$ -		



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Regulatory Basis  
For the Year Ended June 30, 2018

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

CONTINGENCY RESERVE FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Transfers	\$ 42,070.40	\$ 291,000.00
TOTAL CASH RECEIPTS	\$ 42,070.40	\$ 291,000.00
EXPENDITURES		
Transfers	\$ 42,070.64	\$ 280,974.42
Instruction	151,588.00	39.98
TOTAL EXPENDITURES	\$ 193,658.64	\$ 281,014.40
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (151,588.24)	\$ 9,985.60
UNENCUMBERED CASH, BEGINNING	492,375.88	340,787.64
UNENCUMBERED CASH, ENDING	\$ 340,787.64	\$ 350,773.24

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

SPECIAL ASSESSMENT FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
County Taxes	\$ -	\$ -
TOTAL CASH RECEIPTS	\$ -	\$ -
EXPENDITURES		
School Administration	\$ -	\$ -
TOTAL EXPENDITURES	\$ -	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH, BEGINNING	3,005.51	3,005.51
UNENCUMBERED CASH, ENDING	\$ 3,005.51	\$ 3,005.51

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Regulatory Basis  
For the Year Ended June 30, 2018

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

SUMMER FOOD PROGRAM FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal Funds	\$ 8,916.03	\$ 2,600.91
Other	393.80	11.70
	<hr/>	<hr/>
TOTAL CASH RECEIPTS	\$ 9,309.83	\$ 2,612.61
	<hr/>	<hr/>
EXPENDITURES		
Supplies	\$ 3,751.48	\$ 6,006.49
Instructional Support Staff	11,028.19	-
	<hr/>	<hr/>
TOTAL EXPENDITURES	\$ 14,779.67	\$ 6,006.49
	<hr/>	<hr/>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (5,469.84)	\$ (3,393.88)
UNENCUMBERED CASH, BEGINNING	<hr/> 29,246.64	<hr/> 23,776.80
UNENCUMBERED CASH, ENDING	<hr/> <u>\$ 23,776.80</u>	<hr/> <u>\$ 20,382.92</u>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

KANSAS HEALTH FOUNDATION FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Donations	\$ -	\$ -
TOTAL CASH RECEIPTS	\$ -	\$ -
EXPENDITURES		
Commodities	\$ 487.85	\$ 263.35
TOTAL EXPENDITURES	\$ 487.85	\$ 263.35
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (487.85)	\$ (263.35)
UNENCUMBERED CASH, BEGINNING	11,034.92	10,547.07
UNENCUMBERED CASH, ENDING	\$ 10,547.07	\$ 10,283.72

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

TEXTBOOK/STUDENT MATERIAL REVOLVING FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Fees	\$ 54,599.29	\$ 45,683.25
Transfers	298,167.60	-
	<u>                    </u>	<u>                    </u>
TOTAL CASH RECEIPTS	<u>\$ 352,766.89</u>	<u>\$ 45,683.25</u>
EXPENDITURES		
Commodities	<u>\$ 390,435.90</u>	<u>\$ 42,641.88</u>
	<u>                    </u>	<u>                    </u>
TOTAL EXPENDITURES	<u>\$ 390,435.90</u>	<u>\$ 42,641.88</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (37,669.01)	\$ 3,041.37
UNENCUMBERED CASH, BEGINNING	<u>37,669.01</u>	<u>-</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>	<u><u>\$ 3,041.37</u></u>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

DUAL CREDIT - ICC CLASSES FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Fees	\$ 37,850.00	\$ 17,600.00
TOTAL CASH RECEIPTS	\$ 37,850.00	\$ 17,600.00
EXPENDITURES		
Personal Services	\$ 30,433.53	\$ 11,403.87
TOTAL EXPENDITURES	\$ 30,433.53	\$ 11,403.87
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 7,416.47	\$ 6,196.13
UNENCUMBERED CASH, BEGINNING	5,287.79	12,704.26
UNENCUMBERED CASH, ENDING	\$ 12,704.26	\$ 18,900.39

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

FRUIT & VEGGIE GRANT FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal	\$ 30,199.22	\$ -
TOTAL CASH RECEIPTS	\$ 30,199.22	\$ -
EXPENDITURES		
Commodities	\$ 24,731.20	\$ -
TOTAL EXPENDITURES	\$ 24,731.20	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 5,468.02	\$ -
UNENCUMBERED CASH, BEGINNING	5,061.16	10,529.18
UNENCUMBERED CASH, ENDING	\$ 10,529.18	\$ 10,529.18

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

21st CENTURY GRANT FUND FY18

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal	\$ 3,000.00	\$ 75,000.00
TOTAL CASH RECEIPTS	\$ 3,000.00	\$ 75,000.00
EXPENDITURES		
Instruction	\$ -	\$ 60,886.84
Contractual Services	3,680.80	11,413.16
Transfer	0.01	2,700.00
TOTAL EXPENDITURES	\$ 3,680.81	\$ 75,000.00
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (680.81)	\$ -
PRIOR YEAR CANCELLED ENCUMBRANCES	680.81	-
UNENCUMBERED CASH, BEGINNING	-	-
UNENCUMBERED CASH, ENDING	\$ -	\$ -



UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

FY 18 Skills Training

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal	\$ -	\$ 23,113.00
TOTAL CASH RECEIPTS	\$ -	\$ 23,113.00
EXPENDITURES		
Grant Expense	\$ -	\$ 23,113.00
TOTAL EXPENDITURES	\$ -	\$ 23,113.00
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH, BEGINNING	-	-
UNENCUMBERED CASH, ENDING	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

TITLE I 18446 FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal Funds	\$ -	\$ 548,962.00
TOTAL CASH RECEIPTS	\$ -	\$ 548,962.00
EXPENDITURES		
Instruction	\$ -	\$ 548,962.00
TOTAL EXPENDITURES	\$ -	\$ 548,962.00
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH, BEGINNING	-	-
UNENCUMBERED CASH, ENDING	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

TITLE II A 18446 FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal Funds	\$ -	\$ 100,834.00
TOTAL CASH RECEIPTS	\$ -	\$ 100,834.00
EXPENDITURES		
Instruction	\$ -	\$ 100,834.00
TOTAL EXPENDITURES	\$ -	\$ 100,834.00
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH, BEGINNING	-	-
UNENCUMBERED CASH, ENDING	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

TITLE IV FY 2018 446 FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Federal Funds	\$ -	\$ 14,896.00
TOTAL CASH RECEIPTS	\$ -	\$ 14,896.00
EXPENDITURES		
Grant Expense	\$ -	\$ 14,896.00
TOTAL EXPENDITURES	\$ -	\$ 14,896.00
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH, BEGINNING	-	-
UNENCUMBERED CASH, ENDING	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
Regulatory Basis  
For the Year Ended June 30, 2018

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

TITLE V FY 2018 446 FUND

	Prior Year Actual	Current Year Actual
CASH RECEIPTS		
Federal Funds	\$ -	\$ 34,468.00
TOTAL CASH RECEIPTS	\$ -	\$ 34,468.00
EXPENDITURES		
Instruction	\$ -	\$ 14,477.00
Contractual Services	-	4,480.00
Supplies	-	15,511.00
TOTAL EXPENDITURES	\$ -	\$ 34,468.00
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -
UNENCUMBERED CASH, BEGINNING	-	-
UNENCUMBERED CASH, ENDING	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
Regulatory Basis  
For the Year Ended June 30, 2018

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

BOND AND INTEREST FUND

	Prior Year <u>Actual</u>	<u>CURRENT YEAR</u>		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
CASH RECEIPTS				
Ad Valorem Tax	\$ 399,359.83	\$ 423,544.92	\$ 447,827.00	\$ (24,282.08)
Delinquent Tax	8,480.52	12,403.44	2,090.00	10,313.44
Motor Vehicle Tax	35,206.30	38,054.32	37,750.00	304.32
Other County Taxes	3,584.95	2,999.39	2,552.00	447.39
State Aid	1,252,736.00	1,295,526.00	1,520,430.00	(224,904.00)
Federal Tax Credit	430,749.77	426,290.79	426,062.00	228.79
Sales Tax	1,670,856.41	1,393,723.01	1,557,970.00	(164,246.99)
Transfers	3,036.31	-	-	-
Other Revenue from Local Sources	2,598.30	632.78	1,000.00	(367.22)
				-
TOTAL CASH RECEIPTS	\$ 3,806,608.39	\$ 3,593,174.65	\$ 3,995,681.00	\$ (402,506.35)
EXPENDITURES				
Principal	\$ 1,175,000.00	\$ 1,275,000.00	\$ 3,806,601.00	\$ (2,531,601.00)
Interest	2,462,063.00	2,389,875.50	-	2,389,875.50
TOTAL EXPENDITURES	\$ 3,637,063.00	\$ 3,664,875.50	\$ 3,806,601.00	\$ (141,725.50)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 169,545.39	\$ (71,700.85)		
UNENCUMBERED CASH, BEGINNING	2,125,774.48	2,295,319.87		
UNENCUMBERED CASH, ENDING	\$ 2,295,319.87	\$ 2,223,619.02		

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES

For the Year Ended June 30, 2018

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

AFTER SCHOOL ACADEMY SCHOLARSHIP FUND

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
CASH RECEIPTS		
Tuition	\$ 54,921.72	\$ 43,811.72
Grants & Donations	739.40	512.21
	<hr/>	<hr/>
TOTAL CASH RECEIPTS	\$ 55,661.12	\$ 44,323.93
	<hr/>	<hr/>
EXPENDITURES		
Instruction	\$ 55,125.53	\$ 31,881.29
Supplies	510.59	12,467.64
	<hr/>	<hr/>
TOTAL EXPENDITURES	\$ 55,636.12	\$ 44,348.93
	<hr/>	<hr/>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 25.00	\$ (25.00)
UNENCUMBERED CASH, BEGINNING	<hr/> -	<hr/> 25.00
UNENCUMBERED CASH, ENDING	<hr/> \$ 25.00	<hr/> \$ -

UNIFIED SCHOOL DISTRICT NO. 446  
AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS  
Regulatory Basis  
For the Year Ended June 30, 2018

<u>Fund</u>	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	<u>Fund</u>
HIGH SCHOOL:					HIGH SCHOOL:
Academic Award	\$ 1,027.35	\$ 831.68	\$ 825.97	\$ 1,033.06	Academic Award
Academic Decathlon	124.22	-	-	124.22	Academic Decathlon
Art Club	6,018.90	2,260.76	4,374.57	3,905.09	Art Club
Avid	-	214.00	-	214.00	Avid
Band	222.85	3,714.84	3,053.21	884.48	Band
Bulldog	20,063.83	32,080.76	34,742.24	17,402.35	Bulldog
Business Awards	98.00	98.00	98.00	98.00	Business Awards
Cheerleader - Varsity	2,501.16	18,005.17	19,232.40	1,273.93	Cheerleader - Varsity
Class of 2015	5,151.45	-	5,151.45	-	Class of 2015
Class of 2017	4,906.82	235.00	2,839.49	2,302.33	Class of 2017
Class of 2018	6,934.42	543.47	4,925.94	2,551.95	Class of 2018
Class of 2019	7,184.07	11,235.84	11,535.39	6,884.52	Class of 2019
Class of 2020	1,583.16	9,293.81	4,606.37	6,270.60	Class of 2020
Class of 2021	-	1,958.63	1,063.63	895.00	Class of 2021
Dance Team	-	10,862.10	10,862.10	-	Dance Team
Drama	11.87	-	-	11.87	Drama
Drama Club	308.40	98.20	342.58	64.02	Drama Club
FBLA	1,899.00	40.00	-	1,939.00	FBLA
F.C.A.	45.68	1,708.27	1,437.91	316.04	F.C.A.
FACS	440.65	-	29.49	411.16	FACS
FFA	390.00	6,904.39	5,500.41	1,793.98	FFA
Friends-R-Us	61.18	1,038.98	902.53	197.63	Friends-R-Us
Guidance - Student Aware.	1,597.14	3,326.00	3,760.46	1,162.68	Guidance - Student Aware.
Happy Helpers	1,138.44	1,085.00	1,694.53	528.91	Happy Helpers
KAYS	403.62	1,422.96	1,422.96	403.62	KAYS
KAY Camp	-	4,658.29	3,953.04	705.25	KAY Camp
Manufacturing Club	1,297.60	-	144.59	1,153.01	Manufacturing Club
Mark Tindle Mem.	1,475.00	-	-	1,475.00	Mark Tindle Mem.
Media	267.58	-	-	267.58	Media
Memorial Scholarship	200.00	-	-	200.00	Memorial Scholarship
Musical	227.49	5,455.78	4,339.64	1,343.63	Musical
N.F.L.	1,352.68	3,992.14	3,628.84	1,715.98	N.F.L.
National Honor Society	1,133.59	3,691.11	4,424.66	400.04	National Honor Society
Orange and Black	21,324.18	13,622.91	20,747.87	14,199.22	Orange and Black
Orchestra	212.67	1,151.50	1,345.13	19.04	Orchestra
Pep Club	1,283.88	357.05	785.76	855.17	Pep Club
Pupps	1,606.41	970.00	1,600.13	976.28	Pupps
Renaissance	169.10	10,396.30	5,432.11	5,133.29	Renaissance



UNIFIED SCHOOL DISTRICT NO. 446  
AGENCY FUNDS  
SUMMARY OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended June 30, 2018

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Fund</u>
SADD	\$ 105.94	-	105.94	\$ -	SADD
Safe	540.82	875.00	975.00	440.82	Safe
Scholars Bowl	760.38	883.24	584.29	1,059.33	Scholars Bowl
Science Club	395.39	-	-	395.39	Science Club
SFC	183.63	-	-	183.63	SFC
Slushies	384.24	282.04	370.38	295.90	Slushies
Spanish Club	347.39	-	54.40	292.99	Spanish Club
Student Assist - Guidance	1,068.97	11.76	361.93	718.80	Student Assist - Guidance
Student Council	3,012.81	25,672.93	24,382.09	4,303.65	Student Council
Vocal Music	3,350.34	1,322.00	364.84	4,307.50	Vocal Music
Weight Room	165.27	5,660.00	-	5,825.27	Weight Room
Woodpile	474.76	-	-	474.76	Woodpile
Youth Support Fund	413.34	100.00	-	513.34	Youth Support Fund
<b>TOTAL HIGH SCHOOL</b>	<b>\$ 103,865.67</b>	<b>\$ 186,059.91</b>	<b>\$ 192,002.27</b>	<b>\$ 97,923.31</b>	<b>TOTAL HIGH SCHOOL</b>
<b>MIDDLE SCHOOL:</b>					<b>MIDDLE SCHOOL:</b>
Annual	\$ 6,309.84	\$ 9,033.69	\$ 9,352.56	\$ 5,990.97	Annual
Band	64.74	4.01	-	68.75	Band
Double K Club	3,385.73	3,710.00	4,334.50	2,761.23	Double K Club
Ed. Foundation	22.55	1,232.50	1,027.59	227.46	Ed. Foundation
FACS	5.79	1,975.71	1,981.50	-	FACS
Library	(766.42)	5,599.48	4,833.06	-	Library
Miscellaneous	3,784.29	3,939.28	3,376.33	4,347.24	Miscellaneous
Renaissance	1,761.63	-	732.02	1,029.61	Renaissance
Student Council	12,727.96	12,397.13	15,915.56	9,209.53	Student Council
Student Fellowship	87.07	-	-	87.07	Student Fellowship
Tech Ed.	36.92	-	-	36.92	Tech Ed.
Testing/Rewards	1,359.73	-	165.87	1,193.86	Testing/Rewards
Tutoring-After School	16.72	-	16.72	-	Tutoring-After School
Vocal Music	10.00	-	-	10.00	Vocal Music
<b>TOTAL MIDDLE SCHOOL</b>	<b>\$ 28,806.55</b>	<b>\$ 37,891.80</b>	<b>\$ 41,735.71</b>	<b>\$ 24,962.64</b>	<b>TOTAL MIDDLE SCHOOL</b>
<b>JEFFERSON ELEM. SCHOOL</b>					<b>JEFFERSON ELEM. SCHOOL</b>
Student Services	\$ 42,032.46	\$ 33,784.84	\$ 37,386.53	\$ 38,430.77	Student Services
<b>EISENHOWER ELEM. SCHOOL</b>					<b>EISENHOWER ELEM. SCHOOL</b>
Student Services	\$ 24,079.11	\$ 31,798.49	\$ 27,430.56	\$ 28,447.04	Student Services
<b>TOTAL AGENCY FUNDS</b>	<b>\$ 198,783.79</b>	<b>\$ 289,535.04</b>	<b>\$ 298,555.07</b>	<b>\$ 189,763.76</b>	<b>TOTAL AGENCY FUNDS</b>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
DISTRICT ACTIVITY FUNDS  
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
Regulatory Basis  
For the Year Ended June 30, 2018

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances</u>	<u>Ending Cash Balance</u>	<u>Fund</u>
HIGH SCHOOL:							HIGH SCHOOL:
Gate Receipts:							Gate Receipts:
Athletics	\$ -	\$ 43,382.65	\$ 43,382.65	\$ -	\$ -	\$ -	Athletics
School Projects:							School Projects:
Food Service	-	89,141.33	89,141.33	-	-	-	Food Service
Fee Funds	-	27,259.06	27,259.06	-	-	-	Fee Funds
Cap & Gown	132.79	105.00	13.04	224.75	-	224.75	Cap & Gown
Sales tax	153.05	8,954.51	8,814.40	293.16	-	293.16	Sales tax
<b>TOTAL HIGH SCHOOL</b>	<b>\$ 285.84</b>	<b>\$ 168,842.55</b>	<b>\$ 168,610.48</b>	<b>\$ 517.91</b>	<b>\$ -</b>	<b>\$ 517.91</b>	<b>TOTAL HIGH SCHOOL</b>
MIDDLE SCHOOL:							MIDDLE SCHOOL:
Gate Receipts:							Gate Receipts:
Athletics	\$ 8,942.19	\$ 11,284.70	\$ 13,336.66	\$ 6,890.23	\$ -	\$ 6,890.23	Athletics
School Projects:							School Projects:
Food Service	-	15,842.82	15,842.82	-	-	-	Food Service
Fee Funds	-	689.50	689.50	-	-	-	Fee Funds
Sales tax	184.23	702.91	650.13	237.01	-	237.01	Sales tax
<b>TOTAL MIDDLE SCHOOL</b>	<b>\$ 9,126.42</b>	<b>\$ 28,519.93</b>	<b>\$ 30,519.11</b>	<b>\$ 7,127.24</b>	<b>\$ -</b>	<b>\$ 7,127.24</b>	<b>TOTAL MIDDLE SCHOOL</b>
JEFFERSON SCHOOL:							JEFFERSON SCHOOL:
School Projects:							School Projects:
Food Service	\$ 2,450.10	\$ 14,537.74	\$ 14,879.74	\$ 2,108.10	\$ -	\$ 2,108.10	Food Service
Library - Book Fair	116.49	4,401.54	4,233.92	284.11	-	284.11	Library - Book Fair
Kids Crew	(159.20)	47,100.50	46,660.50	280.80	-	280.80	Kids Crew
<b>TOTAL JEFFERSON SCHOOL</b>	<b>\$ 2,407.39</b>	<b>\$ 66,039.78</b>	<b>\$ 65,774.16</b>	<b>\$ 2,673.01</b>	<b>\$ -</b>	<b>\$ 2,673.01</b>	<b>TOTAL JEFFERSON SCHOOL</b>
EISENHOWER SCHOOL:							EISENHOWER SCHOOL:
School Projects:							School Projects:
Food Service	\$ -	\$ 15,171.49	\$ 15,171.49	\$ -	\$ -	\$ -	Food Service
<b>TOTAL EISENHOWER SCHOOL</b>	<b>\$ -</b>	<b>\$ 15,171.49</b>	<b>\$ 15,171.49</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>TOTAL EISENHOWER SCHOOL</b>
<b>TOTAL DISTRICT ACTIVITY FUNDS</b>	<b>\$ 11,819.65</b>	<b>\$ 278,573.75</b>	<b>\$ 280,075.24</b>	<b>\$ 10,318.16</b>	<b>\$ -</b>	<b>\$ 10,318.16</b>	<b>TOTAL DISTRICT ACTIVITY FUNDS</b>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2018

Agency:	Pass-Through Entity	CFDA #	Expenditures (Regulatory Basis)
<b>U.S. Department of Education</b>			
Received Directly			
Impact Aid		84.041	\$ 23,688.00
Passed through the Kansas Dept. of Education:			
Title I, Part A Grants to LEA's	DO446	84.010	548,962.00
Career and Technical Education - Perkins IV	DO446	84.048	23,820.00
Title IV 21st Century Community Learning	DO446	84.287	78,000.00
Rural Low Income Schools	DO446	84.358	34,468.00
Supporting Effective Instruction	DO446	84.367	100,834.00
Student Support & Academic Enrichment Program	DO446	84.424	14,896.00
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>			<b>\$ 824,668.00</b>
 <b>Centers for Disease Control and Prevention</b>			
Passed through the Kansas Dept. of Education:			
Youth Risk Behavior Survey	DO446	93.079	\$ 300.00
 <b>TOTAL CENTERS FOR DISEASE CONTROL AND PREVENTION</b>			 <b>\$ 300.00</b>
 <b>U.S. Department of Agriculture</b>			
Passed through the Kansas Dept. of Education:			
Child Nutrition Cluster:			
School Breakfast Program	DO446	10.553	\$ 195,117.13
National School Lunch Program/			
Cash for Commodities	DO446	10.555	637,776.16
Summer Food Service Program for Children	DO446	10.559	2,600.91
Total Child Nutrition Cluster			835,494.20
Team Nutrition Training	DO446	10.574	250.00
State Administrative Expense for Child Nutrition	DO446	10.560	9,386.00
Child & Adult Care Food Program	DO446	10.558	3,849.48
 <b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>			 <b>\$ 848,979.68</b>
 <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			 <b>\$ 1,673,947.68</b>

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
Notes to the Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2018

***Note 1. Basis of Presentation***

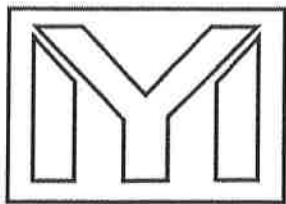
The accompanying Schedule of Expenditures of Federal Awards (the "Schedule") includes the federal award activity of Unified School District No. 446, Independence, Kansas (District) under programs of the federal government for the year ended June 30, 2018. The information in this Schedule is presented 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 the District, it is not intended to and does not present the financial position, changes in fund balances, or cash flows of the District.

***Note 2. Summary of Significant Accounting Policies***

Expenditures reported on the Schedule are reported on a basis of accounting which demonstrates compliance with the cash basis and budget laws of Kansas (regulatory basis). Such expenditures are recognized following the cost principles contained in the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

***Note 3. Indirect Cost Rate***

The District did not elect to use the 10% de minimis indirect cost rate.



# YERKES & MICHELS, CPA, LLC

CERTIFIED PUBLIC ACCOUNTANTS

American Institute of Certified Public Accountants, Kansas Society of Certified Public Accountants

John D. Carroll, CPA

Emily S. Erbe, CPA

Ashley R. Osburn, CPA, MBAA

## 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

### Independent Auditors' Report

Board of Education  
Unified School District No. 446  
Independence, KS 67301

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the regulatory basis financial statement of Unified School District No. 446, as of and for the year ended June 30, 2018, and the related notes to the financial statement, which collectively comprise Unified School District No. 446's basic financial statement, and have issued our report thereon dated March 19, 2019.

### **Internal Control Over Financial Reporting**

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

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

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

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's regulatory basis 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*.

**Purpose of this Report**

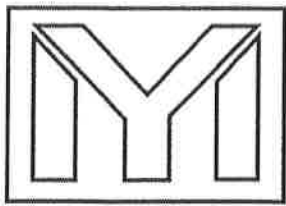
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance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



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YERKES & MICHELS, CPA, LLC  
Independence, KS

March 19, 2019



# YERKES & MICHELS, CPA, LLC

CERTIFIED PUBLIC ACCOUNTANTS

American Institute of Certified Public Accountants, Kansas Society of Certified Public Accountants

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## REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

### Independent Auditors' Report

Board of Education  
Unified School District No. 446  
Independence, KS 67301

#### **Report on Compliance for Each Major Federal Program**

We have audited the Unified School District No. 446'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 the District's major federal program for the year ended June 30, 2018. The District's major federal program is identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

#### ***Management's Responsibility***

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

#### ***Auditors' Responsibility***

Our responsibility is to express an opinion on compliance for the District's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance 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; the audit requirements of Title 2 U.S. *Code of Federal Regulations Requirements for Federal Awards* (Uniform Guidance); and the *Kansas Municipal Audit and Accounting Guide*. 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 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 the major federal program. However, our audit does not provide a legal determination on the District's compliance.

#### ***Opinion on Each Major Federal Program***

In our opinion, the Unified School District No. 446 complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2018.

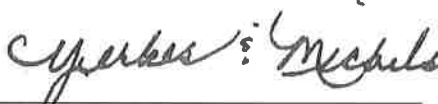
### **Report on Internal Control Over Compliance**

Management of the Unified School District No. 446 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine 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 the District's internal control over compliance.

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

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

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

  
YERKES & MICHELS, CPA, LLC  
Independence, KS

March 19, 2019



UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2018

**Section I - Summary of Auditors' Results**

*Financial Statements*

Type of auditor's report issued in accordance with regulatory basis: Unmodified

Internal control over financial reporting:

Material weakness(es) identified? Yes \_\_\_\_\_ No X

Significant deficiency(ies) identified? Yes \_\_\_\_\_ No X

Noncompliance material to financial statement noted? Yes \_\_\_\_\_ No X

*Federal Awards*

Internal control over major programs:

Material weakness(es) identified? Yes \_\_\_\_\_ No X

Significant deficiency(ies) identified? Yes \_\_\_\_\_ No X

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

Any audit findings disclosed that are required to  
Be reported in accordance with 2 CFR 200.516(a)? Yes \_\_\_\_\_ No X

Identification of major programs:

<u>CFDA Numbers</u>	<u>Name of Federal Program(s) or Cluster</u>
10.553, 10.555, 10.559	Child Nutrition Cluster

Dollar threshold used to distinguish between type A and type B Programs: \$ 750,000

Auditee considered a low-risk auditee? Yes \_\_\_\_\_ No X

**Section II – Financial Statement Findings**

No matters reported.

UNIFIED SCHOOL DISTRICT NO. 446  
INDEPENDENCE, KANSAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2018

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

DEPARTMENT OF EDUCATION

Passed through the Kansas Department of Education:  
Child Nutrition Cluster - CFDA #10.553, 10.555, and 10.559

No matters reported.