

**UNIFIED SCHOOL DISTRICT NO. 316**  
**Selden, Kansas**

Financial Statement and Regulatory-Required Supplementary  
Information with Independent Auditor's Report

For the Year Ended June 30, 2017

**MAPES & MILLER LLP**  
Certified Public Accountants  
Quinter, Kansas

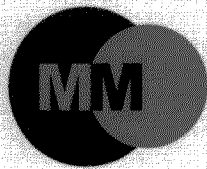
**UNIFIED SCHOOL DISTRICT NO. 316**  
**Selden, Kansas**

Financial Statement and Regulatory-Required Supplementary  
Information with Independent Auditor's Report

For the Year Ended June 30, 2017

Table of Contents

	<u>Page Number</u>
Independent Auditor's Report	1
Summary Statement of Receipts, Expenditures, and Unencumbered Cash	3
Notes to the Financial Statement	5
 <u>REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION</u>	
 SCHEDULE 1	
Summary of Expenditures - Actual and Budget	13
 SCHEDULE 2	
Schedule of Receipts and Expenditures – Actual and Budget	
General Funds	14
Special Purpose Funds	16
Bond and Interest Funds	25
Trust Funds	26
 SCHEDULE 3	
Summary of Receipts and Disbursements	
Agency Funds	27
 SCHEDULE 4	
Schedule of Receipts, Expenditures, and Unencumbered Cash	
District Activity Funds	28



# Mapes & Miller LLP

Certified Public Accountants & Business Advisors

230 MAIN, PO BOX 412, QUINTER, KS 67752  
PHONE: 785-754-2111 EMAIL: [dtilton@mmcpas.net](mailto:dtilton@mmcpas.net)

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

JOHN D MAPES, CPA, CHTD  
DENIS W. MILLER, CPA, PA  
THOMAS B. CARPENTER, CPA, PA  
DON E. TILTON, CPA, PA  
BRIAN S. THOMPSON, CPA, PA  
REBECCA A. LIX, CPA, PA  
STEPHANIE M. HEIER, CPA, PA

## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Unified School District No. 316  
Selden, Kansas 67757

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 316, as of and for the year ended June 30, 2017, and the related notes to the financial statement.

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

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

### ***Auditor's Responsibility***

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 316 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

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

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 316, as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 316, as of June 30, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

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

***Mapes & Miller LLP***

Certified Public Accountants  
December 18, 2017

**UNIFIED SCHOOL DISTRICT NO. 316**  
**Selden, Kansas**  
Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2017

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General Fund	\$ 0	0	1,943,446	1,943,288	158	33,371	33,529
Supplemental General Fund	75,763	78	589,493	661,429	3,905	106	4,011
Special Purpose Funds:							
At Risk Fund (4 Year Old)	13,356	0	14,000	7,066	20,290	0	20,290
At Risk Fund (K-12)	179,163	0	85,000	68,570	195,593	0	195,593
Bilingual Education Fund	33,009	0	25,000	8,078	49,931	0	49,931
Driver Training Fund	9,566	0	11,252	96	20,722	0	20,722
Capital Outlay Fund	619,098	0	199,963	221,988	597,073	35,931	633,004
Food Service Fund	48,141	0	144,554	143,570	49,125	0	49,125
Professional Development Fund	15,958	0	15,000	13,742	17,216	0	17,216
Special Education Fund	323,030	0	377,189	388,762	311,457	0	311,457
Vocational Education Fund	35,288	0	843	3,418	32,713	0	32,713
KPERS Special Retirement Contribution Fund	0	0	112,712	112,712	0	0	0
Gifts and Grants Fund	20,481	0	21,926	21,034	21,373	0	21,373
Federal Funds	12,564	0	119,105	115,196	16,473	0	16,473
Textbook and Student Material Revolving Fund	47,168	0	32,635	8,233	71,570	0	71,570
Contingency Reserve Fund	217,783	0	56,500	0	274,283	0	274,283
District Activity Funds (Schedule 4)	3,583	0	10,794	11,900	2,477	0	2,477
Bond and Interest Funds:							
Bond and Interest Fund	49	0	0	0	49	0	49
Trust Funds:							
Scholarship Fund	5,784	0	350	0	6,134	0	6,134
 Total Reporting Entity (Excluding Agency Funds)	 \$ <u>1,659,784</u>	 <u>78</u>	 <u>3,759,762</u>	 <u>3,729,082</u>	 <u>1,690,542</u>	 <u>69,408</u>	 <u>1,759,950</u>

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

UNIFIED SCHOOL DISTRICT NO. 316

Selden, Kansas

Summary Statement of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Year Ended June 30, 2017

**Composition of Cash:**

The Bank - Selden, Kansas

Checking Accounts	\$	1,000
-------------------	----	-------

NOW Account		1,714,450
-------------	--	-----------

Certificates of Deposit		<u>109,500</u>
-------------------------	--	----------------

Total Cash		1,824,950
------------	--	-----------

Agency Funds Per Schedule 3		<u>(65,000)</u>
-----------------------------	--	-----------------

Total Reporting Entity (Excluding Agency Funds)	\$	<u><u>1,759,950</u></u>
---	----	-------------------------

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

UNIFIED SCHOOL DISTRICT NO. 316

Selden, Kansas

Notes to the Financial Statement

June 30, 2017

**1. Summary of Significant Accounting Policies**

**(a) Municipal Financial Reporting Entity**

Unified School District No. 316, Selden, Kansas, operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation.

**(b) Regulatory Basis Fund Types**

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

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

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

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

Trust Fund – used to report assets held in trust for the benefit of the District (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the District, scholarship funds, etc.).

Agency Fund – used to report assets held by the District in a purely custodial capacity.

**(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America**

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

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

**d) 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 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements, Schedule 2 as listed in the table of contents, are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

Textbooks and Student Material Revolving Fund  
Contingency Reserve Fund



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.

**(e) 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.

**2. Deposits and Investments**

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, 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 the 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%. All deposits were legally secured at June 30, 2017.

At June 30, 2017, the District's carrying amount of deposits was \$1,759,950 and the bank balance was \$2,020,629. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$1,770,629 was collateralized with securities held by the pledging financial institution's agent in the District'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. The District had no investments at June 30, 2017.

### 3. Defined Benefit Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increase in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate through March, 2016 with a 0% moratorium until June 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 16.00% and 10.91%, respectively, for fiscal year ended June 30, 2016. The actuarially determined employer contribution rate and the statutory contribution rate was 16.03% and 10.81%, respectively, for fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$112,712 for the year ended June 30, 2017.

#### Net Pension Liability

At June 30, 2017, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,124,729. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2016. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the financial statement.

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

**4. Other Long-Term Obligations from Operations****(a) Compensated Absences****Sick Leave**

Sick leave shall be granted to contractual classified employees in proportion to their employment contract as it relates to hours, days, or months on duty at the rate of one day per month cumulative to sixty (60) days. There is no payment for unused sick leave when an employee ceases employment with the District.

Each teacher shall be granted thirteen (13) days of discretionary leave per year. Any unused discretionary leave at year-end becomes accumulated personal sick leave accumulative to a maximum of 480 hours. Any sick leave accumulated beyond 480 hours is donated to the sick leave pool. Sick leave is not payable upon termination and, therefore, has not been estimated or accrued by the District as of June 30, 2017.

**Vacation Pay**

Full-time, twelve-month classified employees shall accrue vacation time at a rate of one (1) day per month. Employees with more than fifteen (15) years of continuous full-time service will accrue vacation time at the rate of 1.25 days per month. Maximum accumulation of vacation leave is thirty (30) days. Vacation time must be used within two years of accrual. Vacation pay is payable upon termination at the employee's regular daily rate of pay. The amount of accrued vacation pay as of June 30, 2017, was \$3,675.

**(b) Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. The District pays \$475 per month, or the amount specified in the professional negotiations agreement for each retiree, and each retiree is responsible for the balance. During the year ended June 30, 2017, no retirees participated in this plan. Any remaining subsidy to retirees due to the plan's level premium structure has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the District under this program.

**(c) Termination Benefits**

The District provides an early retirement program for certified eligible employees with at least fifteen years of continuous employment with the District. To be eligible the employee must be at least age 60, younger than full social security retirement age, and have a combined total age, including credit for years of service in KPERS, equal to or greater than 85. Those eligible under this program may receive benefits until reaching full social security retirement age. As of June 30, 2017, the District did not have any retired employees receiving benefits under this program.

## 5. Stewardship, Compliance and Accountability

### (a) Outstanding checks

K.S.A. 10-815 and K.S.A. 10-816 require warrants/checks outstanding for two or more years be canceled and restored to the fund originally charged. As of June 30, 2017, there were several outstanding checks on the District petty cash account, the District checking account, and the High School Activity checking account that were in violation of this statute.

### (b) Statement of Substantial Interests.

K.S.A. 75-4302a requires an individual elected or appointed to a local office to file a substantial interest filing within the timeline established by the statute. One board member of the District did not file such report within the prescribed timeline as required by statute. This is a violation of this statute.

## 6. Interfund Transfers

The District's operating transfers for the year ended June 30, 2017, were as follows:

From	To	Regulatory Authority	Amount
General Fund	At Risk Fund (4 Year Old)	K.S.A. 72-6428	\$ 6,000
General Fund	Capital Outlay Fund	K.S.A. 72-6428	100,984
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	56,500
General Fund	Food Service Fund	K.S.A. 72-6428	34,283
General Fund	Professional Development Fund	K.S.A. 72-6428	10,000
General Fund	Special Education Fund	K.S.A. 72-6428	265,092
General Fund	KPERS Special Retirement Contribution Fund	K.S.A. 72-6428	112,712
Supplemental General Fund	At Risk Fund (4 Year Old)	K.S.A. 72-6433	8,000
Supplemental General Fund	At Risk Fund (K-12)	K.S.A. 72-6433	85,000
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-6433	25,000
Supplemental General Fund	Driver Training Fund	K.S.A. 72-6433	10,000
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	6,761
Supplemental General Fund	Professional Development Fund	K.S.A. 72-6433	5,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	108,188
Supplemental General Fund	Textbook and Student Material Revolving Fund	K.S.A. 72-6433	15,867

**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. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other school districts in the State to participate in the Kansas Association of School Boards (KASB) Workers Compensation Fund, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 111 participating members.

The District pays an annual premium to KASB Workers Compensation Fund, Inc., for its workers compensation insurance coverage. The agreement to participate provides that the group will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain limits for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the management of KASB Workers Compensation Fund, Inc.

The District continues to carry commercial insurance for all other risks of loss, including property, liability, inland marine, and automobile. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**8. In-Substance Receipt in Transit**

The District received \$139,040 subsequent to June 30, 2017, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2017.

**9. Long-Term Debt**

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Capital Leases Payable:									
The Bank - 2013 Activity Bus	3.25%	2017	48,900	2019	\$ 0	48,900	9,780	39,120	0
Total Contractual Indebtedness					\$ 0	48,900	9,780	39,120	0

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

	Year Ended June 30,		
	2018	2019	Total
Principal			
Capital Leases Payable	\$ 19,248	19,872	39,120
Interest			
Capital Leases Payable	1,271	647	1,918
Total Principal and Interest	\$ 20,519	20,519	41,038

REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION

**UNIFIED SCHOOL DISTRICT NO. 316**  
**Selden, Kansas**  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

SCHEDULE 1

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:						
General Fund	\$ 1,964,843	(31,018)	9,463	1,943,288	1,943,288	0
Supplemental General Fund	661,429	0	4,756	666,185	661,429	(4,756)
Special Purpose Funds:						
At Risk Fund (4 Year Old)	11,100	0	0	11,100	7,066	(4,034)
At Risk Fund (K-12)	231,250	0	0	231,250	68,570	(162,680)
Bilingual Education Fund	47,500	0	0	47,500	8,078	(39,422)
Driver Training Fund	8,800	0	0	8,800	96	(8,704)
Capital Outlay Fund	792,500	0	0	792,500	221,988	(570,512)
Food Service Fund	183,250	0	0	183,250	143,570	(39,680)
Professional Development Fund	15,000	0	0	15,000	13,742	(1,258)
Special Education Fund	589,100	0	0	589,100	388,762	(200,338)
Vocational Education Fund	32,000	0	0	32,000	3,418	(28,582)
KPERS Special Retirement Contribution Fund	167,890	0	0	167,890	112,712	(55,178)
Gifts and Grants Fund	3,150	0	0	3,150	21,034	*
Federal Funds	86,100	0	0	86,100	115,196	**
Bond and Interest Funds:						
Bond and Interest Fund	0	0	0	0	0	0

\* Exempt from budget law per K.S.A. 72-8210

\*\* Exempt from budget law per K.S.A. 12-1663



## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 2

Selden, Kansas

Page 1

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Mineral Production Tax	\$ 1,122	3,000	(1,878)
State General Aid	1,556,690	1,556,899	(209)
State Special Education Aid	253,280	231,900	21,380
KPERS Aid	112,712	167,890	(55,178)
Interest on Idle Funds	10,179	5,000	5,179
Reimbursements	9,463	0	9,463
Total Receipts	<u>1,943,446</u>	<u>1,964,689</u>	<u>(21,243)</u>
Expenditures:			
Instruction	941,683	894,844	46,839
Student Support Services	12,321	16,500	(4,179)
Instructional Support Staff	16,748	2,500	14,248
General Administration	57,782	64,400	(6,618)
School Administration	98,175	90,100	8,075
Central Services	59,199	71,250	(12,051)
Operations and Maintenance	125,395	127,331	(1,936)
Student Transportation Services - Supervision	46,414	79,100	(32,686)
Vehicle Operating Services	0	33,928	(33,928)
Vehicle Services & Maintenance Services	0	5,000	(5,000)
Transfer to At Risk Fund (4 Year Old)	6,000	0	6,000
Transfer to Capital Outlay Fund	100,984	180,000	(79,016)
Transfer to Contingency Reserve Fund	56,500	0	56,500
Transfer to Food Service Fund	34,283	0	34,283
Transfer to Professional Development Fund	10,000	0	10,000
Transfer to Special Education Fund	265,092	232,000	33,092
Transfer to KPERS Special Retirement Contribution Fund	112,712	167,890	(55,178)
Adjustment to Comply with Legal Max	0	(31,018)	31,018
Legal General Fund Budget	1,943,288	1,933,825	9,463
Adjustments for Qualifying Budget Credits			
Reimbursements	0	9,463	(9,463)
Total Expenditures	<u>1,943,288</u>	<u>1,943,288</u>	<u>0</u>
Receipts Over (Under) Expenditures	158		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	<u>\$ 158</u>		

## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 2

Selden, Kansas

Page 2

Supplemental General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Ad Valorem Property Tax			
Tax in Process	\$ 12,378	14,168	(1,790)
Current Tax	332,878	312,757	20,121
Delinquent Tax	2,373	3,275	(902)
Motor Vehicle Tax	30,294	36,019	(5,725)
Recreational Vehicle Tax	4,443	752	3,691
Commercial Vehicle Tax	1,629	1,805	(176)
Supplemental State Aid	199,884	199,884	0
Reimbursements	4,756	0	4,756
Other Revenue from Local Source	858	1,500	(642)
Total Receipts	589,493	570,160	19,333
Expenditures:			
Instruction	86,116	86,500	(384)
Student Support Services	54	1,000	(946)
Instructional Support Staff	1,928	5,000	(3,072)
General Administration	127,811	120,000	7,811
School Administration	12,299	16,500	(4,201)
Central Services	1,044	4,500	(3,456)
Operations and Maintenance	106,297	107,500	(1,203)
Student Transportation Services - Supervision	43,495	85,000	(41,505)
Vehicle Services and Maintenance Services	18,046	16,000	2,046
Other Student Transportation Services	523	1,000	(477)
Transfer to At Risk Fund (4 Year Old)	8,000	0	8,000
Transfer to At Risk Fund (K-12)	85,000	133,429	(48,429)
Transfer to Bilingual Education Fund	25,000	20,000	5,000
Transfer to Driver Training Fund	10,000	0	10,000
Transfer to Food Service Fund	6,761	25,000	(18,239)
Transfer to Professional Development Fund	5,000	5,000	0
Transfer to Special Education Fund	108,188	35,000	73,188
Transfer to Textbook and Student Material Revolving Fund	15,867	0	15,867
Legal General Fund Budget	661,429	661,429	0
Adjustments for Qualifying Budget Credits			
Reimbursements	0	4,756	(4,756)
Total Expenditures	661,429	666,185	(4,756)
Receipts Over (Under) Expenditures	(71,936)		
Unencumbered Cash, Beginning	75,763		
Prior Year Cancelled Encumbrances	78		
Unencumbered Cash, Ending	\$ 3,905		

## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 2

Selden, Kansas

Page 3

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>At Risk Fund (4 Year Old)</b>			
Receipts:			
Transfer from General Fund	\$ 6,000	0	6,000
Transfer from Supplemental General Fund	8,000	0	8,000
Total Receipts	<u>14,000</u>	<u>0</u>	<u>14,000</u>
Expenditures:			
Instruction	<u>7,066</u>	<u>11,100</u>	<u>(4,034)</u>
Receipts Over (Under) Expenditures	6,934		
Unencumbered Cash, Beginning	13,356		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>20,290</u>		
<b>At Risk Fund (K-12)</b>			
Receipts:			
Transfer from Supplemental General Fund	\$ <u>85,000</u>	<u>133,429</u>	<u>(48,429)</u>
Expenditures:			
Instruction	<u>68,570</u>	<u>231,250</u>	<u>(162,680)</u>
Receipts Over (Under) Expenditures	16,430		
Unencumbered Cash, Beginning	179,163		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>195,593</u>		

## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 2

Selden, Kansas

Page 4

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>Bilingual Education Fund</b>			
Receipts:			
Transfer from Supplemental General Fund	\$ 25,000	20,000	5,000
Expenditures:			
Instruction	8,078	47,500	(39,422)
Receipts Over (Under) Expenditures	16,922		
Unencumbered Cash, Beginning	33,009		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 49,931		
<b>Driver Training Fund</b>			
Receipts:			
State Aid	\$ 1,152	1,440	(288)
Transfer from Supplemental General Fund	10,000	0	10,000
Other Revenue from Local Source	100	0	100
Total Receipts	11,252	1,440	9,812
Expenditures:			
Instruction	96	8,800	(8,704)
Receipts Over (Under) Expenditures	11,156		
Unencumbered Cash, Beginning	9,566		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 20,722		

## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 2

Selden, Kansas

Page 5

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>Capital Outlay Fund</b>			
Receipts:			
Other Revenue From Local Source	\$ 98,979	0	98,979
Transfer from General Fund	100,984	180,000	(79,016)
Total Receipts	199,963	180,000	19,963
Expenditures:			
Instruction	3,354	50,000	(46,646)
General Administration	0	15,000	(15,000)
School Administration	0	12,500	(12,500)
Operations and Maintenance	31,820	205,000	(173,180)
Transportation	71,577	125,000	(53,423)
Land Improvement	0	25,000	(25,000)
Architectural and Engineering Services	0	50,000	(50,000)
Site Improvement	15,454	250,000	(234,546)
Building Improvements	99,783	30,000	69,783
Other	0	30,000	(30,000)
Total Expenditures	221,988	792,500	(570,512)
Receipts Over (Under) Expenditures	(22,025)		
Unencumbered Cash, Beginning	619,098		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 597,073		

## UNIFIED SCHOOL DISTRICT NO. 316

## SCHEDULE 2

Selden, Kansas

Page 6

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>Food Service Fund</b>			
Receipts:			
Federal Aid	\$ 74,315	71,457	2,858
State Aid	1,094	972	122
Food Service	28,101	39,060	(10,959)
Transfer from General Fund	34,283	0	34,283
Transfer from Supplemental General Fund	6,761	25,000	(18,239)
Total Receipts	<u>144,554</u>	<u>136,489</u>	<u>8,065</u>
Expenditures:			
Operations & Maintenance	20	0	20
Food Service Operations	<u>143,550</u>	<u>183,250</u>	<u>(39,700)</u>
Total Expenditures	<u>143,570</u>	<u>183,250</u>	<u>(39,680)</u>
Receipts Over (Under) Expenditures	984		
Unencumbered Cash, Beginning	48,141		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>49,125</u>		
<b>Professional Development Fund</b>			
Receipts:			
Transfer from General Fund	\$ 10,000	0	10,000
Transfer from Supplemental General Fund	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Total Receipts	<u>15,000</u>	<u>5,000</u>	<u>10,000</u>
Expenditures:			
Instructional Support Staff	<u>13,742</u>	<u>15,000</u>	<u>(1,258)</u>
Receipts Over (Under) Expenditures	1,258		
Unencumbered Cash, Beginning	15,958		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>17,216</u>		

## UNIFIED SCHOOL DISTRICT NO. 316

## SCHEDULE 2

Selden, Kansas

Page 7

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>Special Education Fund</b>			
Receipts:			
Other Revenue From Local Source	\$ 3,909	0	3,909
Transfer from General Fund	265,092	232,000	33,092
Transfer from Supplemental General Fund	108,188	35,000	73,188
Total Receipts	377,189	267,000	110,189
Expenditures:			
Instruction	387,913	581,000	(193,087)
Student Transportation Services - Supervision	849	6,100	(5,251)
Operations and Maintenance	0	2,000	(2,000)
Total Expenditures	388,762	589,100	(200,338)
Receipts Over (Under) Expenditures	(11,573)		
Unencumbered Cash, Beginning	323,030		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 311,457		
<b>Vocational Education Fund</b>			
Receipts:			
Other Federal Aid	\$ 843	0	843
Expenditures:			
Instruction	3,418	32,000	(28,582)
Receipts Over (Under) Expenditures	(2,575)		
Unencumbered Cash, Beginning	35,288		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 32,713		

## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 2

Selden, Kansas

Page 8

Special Purpose Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>KPERS Special Retirement Contribution Fund</b>			
Receipts:			
Transfer from General Fund	\$ 112,712	167,890	(55,178)
Expenditures:			
Instruction	70,332	108,000	(37,668)
General Administration	18,034	25,000	(6,966)
School Administration	8,679	12,500	(3,821)
Operation and Maintenance	5,974	7,500	(1,526)
Student Transportation Services	5,072	7,500	(2,428)
Food Service	4,621	7,390	(2,769)
Total Expenditures	112,712	167,890	(55,178)
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		
<b>Gifts and Grants Fund</b>			
Receipts:			
Other Revenue From Local Source	\$ 21,926	3,150	18,776
Expenditures:			
Instruction	21,034	0	21,034
Instructional Support Staff	0	3,150	(3,150)
Total Expenditures	21,034	3,150	17,884
Receipts Over (Under) Expenditures	892		
Unencumbered Cash, Beginning	20,481		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 21,373		



## UNIFIED SCHOOL DISTRICT NO. 316

Selden, Kansas

Special Purpose Funds

Federal Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

SCHEDULE 2

Page 9

	Rural Enhancement				
	Title I - Migrant	Grant	Title I	Title II-A	Title II-D - ARRA
Receipts:					
Federal Aid	\$ 35,000	37,364	35,332	4,409	0
Expenditures:					
Instruction	35,000	28,366	34,897	0	0
Student Support Services	0	0	495	0	0
Instructional Support Staff	0	1,581	0	4,582	0
General Administration	0	6,400	0	0	0
Vehicle Operating Services	0	0	0	0	0
Food Service Operations	0	0	0	0	0
Total Expenditures	35,000	36,347	35,392	4,582	0
Receipts Over (Under) Expenditures	0	1,017	(60)	(173)	0
Unencumbered Cash, Beginning	0	(1,017)	10,406	1,091	160
Prior Year Cancelled Encumbrances	0	0	0	0	0
Unencumbered Cash, Ending	\$ 0	0	10,346	918	160

## UNIFIED SCHOOL DISTRICT NO. 316

Selden, Kansas

Special Purpose Funds

Federal Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

SCHEDULE 2

Page 10

	Title III	Character Education	Migrant Summer Program	Total	Budget	Variance Over (Under)
Receipts:						
Federal Aid	\$ 0	0	7,000	119,105	84,000	35,105
Expenditures:						
Instruction	0	0	3,618	101,881	86,100	15,781
Student Support Services	0	0	0	495	0	495
Instructional Support Staff	0	0	0	6,163	0	6,163
General Administration	0	0	0	6,400	0	6,400
Vehicle Operating Services	0	0	198	198	0	198
Food Service Operations	0	0	59	59	0	59
Total Expenditures	0	0	3,875	115,196	86,100	29,096
Receipts Over (Under) Expenditures	0	0	3,125	3,909		
Unencumbered Cash, Beginning	1,424	500	0	12,564		
Prior Year Cancelled Encumbrances	0	0	0	0		
Unencumbered Cash, Ending	\$ 1,424	500	3,125	16,473		

UNIFIED SCHOOL DISTRICT NO. 316  
Selden, Kansas  
Special Purpose Funds  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2017

SCHEDULE 2  
Page 11

	<u>Actual</u>
<b>Textbook and Student Material Revolving Fund</b>	
Receipts:	
Fees	\$ 9,218
Miscellaneous	7,550
Transfer from Supplemental General Fund	<u>15,867</u>
Total Receipts	<u>32,635</u>
Expenditures:	
Instruction	7,406
Instructional Support Staff	<u>827</u>
Total Expenditures:	<u>8,233</u>
Receipts Over (Under) Expenditures	24,402
Unencumbered Cash, Beginning	47,168
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	<u><u>\$ 71,570</u></u>
 <b>Contingency Reserve Fund</b>	
Receipts	\$ <u>56,500</u>
Expenditures	<u>0</u>
Receipts Over (Under) Expenditures	56,500
Unencumbered Cash, Beginning	217,783
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	<u><u>\$ 274,283</u></u>

## UNIFIED SCHOOL DISTRICT NO. 316

Selden, Kansas

SCHEDULE 2

Page 12

Bond and Interest Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
<b>Bond and Interest Fund</b>			
Receipts	\$ 0	0	0
Expenditures	0	0	0
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	49		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 49		

UNIFIED SCHOOL DISTRICT NO. 316

Selden, Kansas

Trust Funds

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2017

SCHEDULE 2

Page 13

	<u>Actual</u>
<b>Scholarship Fund</b>	
Receipts	
Donations	\$ <u>350</u>
Expenditures	<u>0</u>
Receipts Over (Under) Expenditures	350
Unencumbered Cash, Beginning	5,784
Prior Year Cancelled Encumbrances	<u>0</u>
Unencumbered Cash, Ending	\$ <u><u>6,134</u></u>

## UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 3

Selden, Kansas

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Year Ended June 30, 2017

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School:				
National Honor Society	\$ 312	132	39	405
Pep Club	3,688	6,268	4,058	5,898
Dance Team	226	1,797	1,133	890
Varsity Club	5,293	1,928	2,013	5,208
Student Council	5,968	2,028	1,450	6,546
Yearbook	12,487	7,212	4,498	15,201
Class of 2017	24,943	13,425	37,376	992
Class of 2018	4,685	32,715	14,339	23,061
Class of 2019	1,350	10,203	6,477	5,076
Class of 2020	41	1,804	144	1,701
Class of 2021	0	120	98	22
Sales Tax	16	4,165	4,181	0
Total Agency Funds	\$ 59,009	81,797	75,806	65,000

## UNIFIED SCHOOL DISTRICT NO. 316

## SCHEDULE 4

Selden, Kansas

District Activity Funds

Schedule of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Year Ended June 30, 2017

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Athletics	\$ 3,583	10,794	11,900	2,477	0	2,477
Total District Activity Funds	\$ 3,583	10,794	11,900	2,477	0	2,477