

UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

Regulatory Basis Financial Statement and Independent Auditor's Report

For the Year Ended June 30, 2017

Cindy Jensen, CPA  
Certified Public Accountant  
Council Grove, KS 66846

Unified School District No. 251  
North Lyon County

Regulatory Basis Financial Statement  
For the Fiscal Year Ended June 30, 2017

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# Cindy Jensen

## Certified Public Accountant

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### Independent Auditor's Report

Board of Education  
Unified School District No. 251  
North Lyon County  
Americus, KS 66835

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 251, North Lyon County, Kansas as of and for the year ended June 30, 2017 and the related notes to the financial statement.

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

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of 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**

My responsibility is to express an opinion on the financial statement based on my audit. I conducted my 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 that I plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit includes 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

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

As described in Note 1 of the financial statement, USD 251 prepared this financial statement to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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 the U.S. Generally Accepted Accounting Principles**

In my opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on the 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. 251, North Lyon County, as of June 30, 2017, or the changes in its financial position or cash flows for the year then ended.

**Unmodified Opinion on Regulatory Basis of Accounting**

In my 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. 251, North Lyon County 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.

**Report on Supplementary Information**

My 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, agency funds summary of receipts and disbursements, and district activity funds schedule of receipts and expenditures (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, but 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 respective 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 my 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.

A handwritten signature in black ink that reads "Cindy Jensen CPA". The signature is written in a cursive, flowing style.

Cindy Jensen, CPA  
Certified Public Accountant  
May 14, 2018

Unified School District No. 251  
North Lyon County

Summary Statement of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2017

|  | Beginning<br>Unencumbered<br>Cash<br>Balance | Receipts            | Expenditures        | Ending<br>Unencumbered<br>Cash<br>Balance | Add<br>Outstanding<br>Encumbrances<br>and Accounts<br>Payable | Ending<br>Cash<br>Balance |
|--|--|---------------------|---------------------|---|---|---------------------------|
| General Funds                                      |  |                     |                     |   |   |                           |
| General  | \$ 83  | \$ 3,825,802        | \$ 3,825,598        | \$ 287                                    | \$ 0  | \$ 287                    |
| Supplemental General                               | 117,821                                      | 1,242,794           | 1,211,301           | 149,314                                   | 0   | 149,314                   |
| Special Purpose Funds                              |  |                     |                     |   |   |                           |
| At Risk  | 131,279                                      | 439,221             | 439,618             | 130,882                                   | 0   | 130,882                   |
| Virtual  | 0  | 2,000               | 915                 | 1,085                                     | 0   | 1,085                     |
| Capital Outlay                                     | 1,618,062                                    | 987,924             | 442,295             | 2,163,691                                 | 0   | 2,163,691                 |
| Contingency Reserve                                | 101,295                                      | 24,610              | 0                   | 125,905                                   | 0   | 125,905                   |
| Driver Training                                    | 15,888                                       | 36,849              | 34,983              | 17,754                                    | 0   | 17,754                    |
| Food Service                                       | 66,640                                       | 270,468             | 270,023             | 67,085                                    | 0   | 67,085                    |
| Professional Development                           | 26,843                                       | 44,000              | 43,637              | 27,206                                    | 0   | 27,206                    |
| Special Education                                  | 210,089                                      | 621,701             | 621,340             | 210,450                                   | 0   | 210,450                   |
| Vocational Education                               | 60,036                                       | 108,707             | 107,790             | 60,953                                    | 0   | 60,953                    |
| KPERs Retirement                                   | 0  | 226,443             | 226,443             | 0   | 0   | 0                         |
| Title I  | 0  | 87,030              | 87,030              | 0   | 0   | 0                         |
| Title II   | 0  | 22,879              | 22,879              | 0   | 0   | 0                         |
| Gifts & Grants                                     | 15,884                                       | 19,432              | 33,359              | 1,957                                     | 0   | 1,957                     |
| Rural & Small Schools                              | 0  | 41,910              | 41,910              | 0   | 0   | 0                         |
| Character Education                                | 102  | 0                   | 0                   | 102                                       | 0   | 102                       |
| After School Program                               | 5,322  | 4,494               | 4,294               | 5,522                                     | 0   | 5,522                     |
| Textbook Rental                                    | 83,631                                       | 26,805              | 27,505              | 82,931                                    | 0   | 82,931                    |
| District Activity Funds                            | 49,268                                       | 66,977              | 73,168              | 43,077                                    | 0   | 43,077                    |
| Trust Funds  |  |                     |                     |   |   |                           |
| Private Purpose Trust                              | 7,699  | 1,860               | 1,542               | 8,017                                     | 0   | 8,017                     |
| Total Reporting Entity<br>(Excluding Agency Funds) | <u>\$ 2,509,942</u>                          | <u>\$ 8,101,906</u> | <u>\$ 7,515,630</u> | <u>\$ 3,096,218</u>                       | <u>\$ 0</u>   | <u>\$ 3,096,218</u>       |

|  |                     |
|--|---------------------|
| Checking Acct-Kansasland Bank                      | \$ 1,702,152        |
| Money Market-Kansasland                            | 1,343,983           |
| Men's Club Scholarship Savings                     | 805                 |
| Men's Club Scholarship CD                          | 5,000               |
| Checking-Americus School-Kansasland                | 10,790              |
| Checking-Reading School-Reading State Bank         | 3,698               |
| Checking & CD Accounts-Northern Heights-Kansasland | 58,353              |
| Total Cash   | 3,124,781           |
| Less: Agency Funds per Schedule 3                  | (28,563)            |
| Total Reporting Entity (Excluding Agency Funds)    | <u>\$ 3,096,218</u> |

The accompanying notes are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unified School District No. 251 (USD 251), North Lyon County has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The more significant of the district's accounting policies are described below.

Financial Reporting Entity

Unified School District No. 251 was organized in accordance with State Statutes to provide a system of public education to elementary through high school students who reside within the designated District areas. USD No. 251 is a municipal corporation governed by an elected seven-member board of education. The District's financial statement does not include any related municipal entities.

Regulatory Basis Fund Types

The accounts of the District are organized and operated on the basis of funds, which are used to record the District's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the District.

General Funds - the chief operating fund. Used to account for all financial 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 projects and tax levies for long-term debt) that are intended for specified purposes.

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. 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 (student organization accounts, etc.)

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.

Reimbursements

USD 251 records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are treated as a budget credit.

Use of Estimates

The preparation of a financial statement in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect the reported amounts of cash receipts, cash expenditures, cash and unencumbered cash balances at the date of the financial statement. Accordingly, actual results could differ from those estimates.

UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2017

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT)

Ad Valorem Tax Receipts

The determination of assessed valuations and collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20 prior to the fiscal year for which they are budgeted and the second half is due the following May 10. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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 eighteen month period on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

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

After the above procedures have been followed; the Kansas State Board of Education computes the maximum legal general fund of operating expenses. For the fiscal year ended June 30, 2017, the State calculation of the legal maximum general fund budget was \$3,744,992 and the legal maximum supplemental general fund was \$1,211,303. In accordance with Kansas statutes, a district is penalized state aid equal to the amount expended in excess of the computed statutory limitation plus any qualifying budget credits. The District was within its maximum legal general and supplemental general fund budget authority for the fiscal 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 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 basis receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds and the following special purpose funds: Contingency Reserve, Title I, Title II, Grants & Donations, Rural and Small Schools, Character Education, Afterschool Program, and Textbook Rental.

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

UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2017

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONT)

Compliance with Finance-Related Legal and Contractual Obligations

References made herein to the statutes are not intended as interpretations of law, rather are offered for consideration of the Director of Accounts and Reports, Department of Education, and interpretation by the County Attorney and legal representatives of the municipality.

K.S.A. requires that sealed bids be obtained for certain purchases over \$20,000. The district did not strictly follow procedures and obtained quotes or estimates rather than sealed bids in certain instances.

Management is not aware of any other regulatory violations for the period covered by this audit.

State and Federal Aid Compliance

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the governmental agency. Any disallowed claim resulting from such audit could become a liability of the General Fund or other applicable fund. However, in the opinion of management, any such disallowed claim would not have a material effect on the financial statements of the District at June 30, 2017.

NOTE 3 - DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories that may be used by the District. The statute requires banks eligible to hold the Government'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 or 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 Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Custodial credit risk – deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2017.

At June 30, 2017, the carrying amount of the District's deposits was \$3,124,781 and the bank balance was \$3,297,966. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Of the bank balance, \$331,732 was covered by FDIC insurance and the remaining \$2,966,234 was collateralized by pledged securities held under joint custody receipts issued by banks within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka in the District's name.

NOTE 4 – IN SUBSTANCE RECEIPT IN TRANSIT

The District received \$235,568 in the general fund 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.

NOTE 5 – 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Insurance claims have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage from coverage in prior years.



UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2017

NOTE 6 - DEFINED BENEFIT PENSION PLAN

Plan Description – The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](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 contributions 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 on or after Jan 1, 2015. Effective January 1, 2015, Kansas law establishes member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate through March 31, 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 the fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 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 30<sup>th</sup> was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

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 \$226,443 for the year ended June 30, 2017.

Net Pension Liability

At June 30, 2017, the District's proportionate share of the collective net pension liability reported by KPERS was \$4,399,648. 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 proportionate share 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 this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on 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 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Compensated Absences

Full-time twelve month employees annually earn vacation as follows: One through five years of employment: Ten days; Six through fifteen years: fifteen days; and sixteen or more years: twenty days. Vacation time is non-accumulative and must be used by July 1<sup>st</sup> of the following year.

UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2017

NOTE 7 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT)

Compensated Absences (Cont)

Full-time twelve month employees are granted twelve days of sick leave and all other employees are granted ten days of sick leave on the first day of his/her contract. Up to 60 days may be accumulated. No compensation is provided if the 60 day accumulation is not used. One-half of the accumulated time over 60 days is bought back by the District at the substitute teacher rate for certified staff and at the daily salary rate for classified employees. The balance over 60 days is forfeited.

A sick leave bank was established in 1989 to provide temporary relief from loss of pay due to severe illness, accident or major surgery. Employees may contribute one day of sick leave to the bank per year for use by an employee who qualifies, has used all of his or her sick leave and is selected by a committee. The maximum number of sick leave days which can be held in the sick leave bank is 350 days.

Employees are granted two days of personal leave per school year for the first ten years of employment with a maximum five days accumulation. Employees who have worked for the District eleven years or longer receive three days per year with a maximum six days accumulation. The district recognizes these benefits as paid. No provision has been made for accumulated paid leave in this financial statement.

Other Post-Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government 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 government under this program.

NOTE 8 - TRANSFERS

Inter-fund transfers during the fiscal year ended June 30, 2017 consisted of the following:

| <u>Transfer From</u> | <u>Transfer To</u>       | <u>Amount</u> | <u>Statute</u> |
|----------------------|--------------------------|---------------|----------------|
| General              | Special Education        | 543,973       | 72-6478        |
| General              | At Risk K-12             | 430,000       | 72-6478        |
| General              | Virtual                  | 2,000         | 72-6478        |
| General              | Vocational Education     | 100,000       | 72-6478        |
| General              | Contingency Reserve      | 24,610        | 72-6478        |
| General              | KPERS                    | 226,443       | 72-6478        |
| General              | Capital Outlay           | 202,364       | 72-6478        |
| Supplemental General | Drivers Training         | 30,000        | 72-6478        |
| Supplemental General | Food Service             | 38,000        | 72-6478        |
| Supplemental General | Professional Development | 44,000        | 72-6478        |
| Supplemental General | At Risk K-12             | 270           | 72-6478        |
| Supplemental General | Special Education        | 16,400        | 72-6478        |

UNIFIED SCHOOL DISTRICT NO. 251  
North Lyon County

NOTES TO THE FINANCIAL STATEMENT  
June 30, 2017

NOTE 9 – LEASE PURCHASE

Energy Efficient Lighting Upgrades

In March 2011, the District entered into a lease with Excel Energy Group, Inc. for the purchase of energy efficient lighting upgrades. The amount financed was \$126,898. The lease carried an annual interest rate of 4%. Twelve semi-annual payments of \$12,966 beginning March 2012 were scheduled. Payments were scheduled from the Capital outlay fund. The final payment was made in January 2017.

Changes in long term debt are as follows:

|             | <u>Beginning<br/>Balance</u> | <u>Additions</u> | <u>Payments</u> | <u>Ending<br/>Balance</u> | <u>Interest<br/>Paid</u> |
|-------------|------------------------------|------------------|-----------------|---------------------------|--------------------------|
| Excel lease | \$ 25,175                    | \$ 0             | \$ 25,175       | \$ 0                      | \$ 757                   |

NOTE 10 – SUBSEQUENT EVENTS

The District is currently exploring cost saving options. As part of this process, they have begun the process of closing the Reading attendance center effective for the 18-19 school year.

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

Unified School District No. 251  
North Lyon County

Schedule 1

Schedule of Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

| <u>Funds</u>             | <u>Certified<br/>Budget</u> | <u>Adjustment to<br/>Comply with<br/>Legal Max</u> | <u>Adjustment for<br/>Qualifying<br/>Budget Credits</u> | <u>Total<br/>Budget for<br/>Comparison</u> | <u>Expenditures<br/>Chargeable to<br/>Current Year</u> | <u>Variance<br/>Over<br/>(Under)</u> |
|--------------------------|-----------------------------|--|---|--|--|--------------------------------------|
| General Funds            |                             |  |   |  |  |                                      |
| General                  | \$ 3,874,898                | \$ (129,906)                                       | \$ 80,610   | \$ 3,825,602                               | \$ 3,825,598   | \$ (4)                               |
| Supplemental General     | 1,211,303                   | 0  | 0   | 1,211,303                                  | 1,211,301  | (2)                                  |
| Special Purpose Funds    |                             |  |   |  |  |                                      |
| At Risk                  | 618,679                     |  |   | 618,679                                    | 439,618  | (179,061)                            |
| Virtual                  | 11,000                      |  |   | 11,000                                     | 915  | (10,085)                             |
| Capital Outlay           | 2,335,193                   |  |   | 2,335,193                                  | 442,295  | (1,892,898)                          |
| Driver Training          | 52,489                      |  |   | 52,489                                     | 34,983   | (17,506)                             |
| Food Service             | 377,240                     |  |   | 377,240                                    | 270,023  | (107,217)                            |
| Professional Development | 56,843                      |  |   | 56,843                                     | 43,637   | (13,206)                             |
| Special Education        | 806,761                     |  |   | 806,761                                    | 621,340  | (185,421)                            |
| Vocational Education     | 125,865                     |  |   | 125,865                                    | 107,790  | (18,075)                             |
| KPERS Retirement         | 344,814                     |  |   | 344,814                                    | 226,443  | (118,371)                            |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-A

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

GENERAL FUND

|  | Actual    | Budget       | Variance<br>Over<br>(Under) |
|--|-----------|--------------|-----------------------------|
| Receipts:                                |           |              |                             |
| Lyon, Osage & Wabaunsee County           | \$ 35     | \$ 0         | \$ 35                       |
| State Aid                                | 3,072,999 | 3,082,747    | (9,748)                     |
| KPERS Pass Through                       | 226,443   | 344,814      | (118,371)                   |
| Special Ed Pass Through                  | 423,973   | 427,255      | (3,282)                     |
| Interest                                 | 20,398    | 20,000       | 398                         |
| Reimbursed & misc income                 | 81,954    | 0            | 81,954                      |
| Total Receipts                           | 3,825,802 | 3,874,816    | (49,014)                    |
| Expenditures                             |           |              |                             |
| Instruction                              | 1,339,810 | 1,348,040    | (8,230)                     |
| Student Support                          | 169,507   | 169,655      | (148)                       |
| Instructional Support                    | 90,304    | 85,692       | 4,612                       |
| General Administration                   | 204,764   | 195,302      | 9,462                       |
| School Administration                    | 381,091   | 318,550      | 62,541                      |
| Central Services                         | 98,837    | 99,800       | (963)                       |
| Operations & Maintenance                 | 6,165     | 179,398      | (173,233)                   |
| Student Transportation                   | 0         | 0            | 0                           |
| Other Supplemental Serv/Community Ser    | 5,730     | 15,575       | (9,845)                     |
| Operating Transfers                      | 1,529,390 | 1,462,886    | 66,504                      |
| Adjustment to Comply with Legal Max      | 0         | (129,906)    | 129,906                     |
| Total legal general fund budget          | 3,825,598 | 3,744,992    | 80,606                      |
| Adjustment for qualifying budget credits | 0         | 80,610       | (80,610)                    |
| Total Expenditures                       | 3,825,598 | \$ 3,825,602 | \$ (4)                      |
| Receipts Over (Under) Expenditures       | 204       |              |                             |
| Unencumbered Cash, July 1                | 83        |              |                             |
| Unencumbered Cash, June 30               | \$ 287    |              |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-B

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

SUPPLEMENTAL GENERAL FUND

|  | Actual       | Budget       | Variance<br>Over<br>(Under) |
|--|--------------|--------------|-----------------------------|
| Receipts:                                    |              |              |                             |
| Lyon, Osage & Wabaunsee County               | \$ 1,242,794 | \$ 1,093,482 | \$ 149,312                  |
| Federal Aid                                  | 0            | 0            | 0                           |
| State Aid                                    | 0            | 0            | 0                           |
| Total Receipts                               | 1,242,794    | 1,093,482    | 149,312                     |
| Expenditures                                 |              |              |                             |
| Instruction                                  | 286,091      | 457,498      | (171,407)                   |
| General Administration                       | 150,145      | 15,400       | 134,745                     |
| Operations & Maintenance                     | 321,796      | 211,800      | 109,996                     |
| Student Transportation                       | 324,599      | 401,605      | (77,006)                    |
| Operating Transfers                          | 128,670      | 125,000      | 3,670                       |
| Adjustment to Comply with Legal Max          | 0            | 0            | 0                           |
| Total legal supplemental general fund budget | 1,211,301    | 1,211,303    | (2)                         |
| Adjustment for qualifying budget credits     | 0            |              | 0                           |
| Total Expenditures                           | 1,211,301    | \$ 1,211,303 | \$ (2)                      |
| Receipts Over (Under) Expenditures           | 31,493       |              |                             |
| Unencumbered Cash, July 1                    | 117,821      |              |                             |
| Unencumbered Cash, June 30                   | \$ 149,314   |              |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-C

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

AT RISK

|                                    | Actual            | Budget            | Variance<br>Over<br>(Under) |
|------------------------------------|-------------------|-------------------|-----------------------------|
| Receipts:                          |                   |                   |                             |
| Other Receipts                     | \$ 8,951          | \$ 0              | \$ 8,951                    |
| Operating Transfers                | <u>430,270</u>    | <u>487,400</u>    | <u>(57,130)</u>             |
| Total Receipts                     | 439,221           | 487,400           | (48,179)                    |
| Expenditures                       |                   |                   |                             |
| Instruction                        | 439,618           | 618,679           | (179,061)                   |
| Other                              | <u>0</u>          | <u>0</u>          | <u>0</u>                    |
| Total Expenditures                 | <u>439,618</u>    | <u>\$ 618,679</u> | <u>\$ (179,061)</u>         |
| Receipts Over (Under) Expenditures | (397)             |                   |                             |
| Unencumbered Cash, July 1          | <u>131,279</u>    |                   |                             |
| Unencumbered Cash, June 30         | <u>\$ 130,882</u> |                   |                             |

See accompanying auditor's report.



Unified School District No. 251  
North Lyon County

Schedule 2-D

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

VIRTUAL

|                                    | Actual   | Budget    | Variance<br>Over<br>(Under) |
|------------------------------------|----------|-----------|-----------------------------|
| Receipts:                          |          |           |                             |
| Other Receipts                     | \$ 0     | \$ 0      | \$ 0                        |
| Operating Transfers                | 2,000    | 11,000    | (9,000)                     |
| Total Receipts                     | 2,000    | 11,000    | (9,000)                     |
| Expenditures                       |          |           |                             |
| Instruction                        | 915      | 11,000    | (10,085)                    |
| Other                              | 0        | 0         | 0                           |
| Total Expenditures                 | 915      | \$ 11,000 | \$ (10,085)                 |
| Receipts Over (Under) Expenditures | 1,085    |           |                             |
| Unencumbered Cash, July 1          | 0        |           |                             |
| Unencumbered Cash, June 30         | \$ 1,085 |           |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-E

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

CAPITAL OUTLAY

|                                    | Actual              | Budget              | Variance<br>Over<br>(Under) |
|------------------------------------|---------------------|---------------------|-----------------------------|
| Receipts:                          |                     |                     |                             |
| Lyon, Osage & Wabaunsee County     | \$ 781,060          | \$ 812,886          | \$ (31,826)                 |
| State Aid                          | 0                   | 0                   | 0                           |
| Other Receipts                     | 4,500               | 0                   | 4,500                       |
| Operating Transfers                | 202,364             | 0                   | 202,364                     |
| Total Receipts                     | 987,924             | 812,886             | 175,038                     |
| Expenditures                       |                     |                     |                             |
| Capital Outlay                     | 442,295             | 2,335,193           | (1,892,898)                 |
| Other                              |                     |                     | 0                           |
| Total Expenditures                 | 442,295             | <u>\$ 2,335,193</u> | <u>\$ (1,892,898)</u>       |
| Receipts Over (Under) Expenditures | 545,629             |                     |                             |
| Unencumbered Cash, July 1          | <u>1,618,062</u>    |                     |                             |
| Unencumbered Cash, June 30         | <u>\$ 2,163,691</u> |                     |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-F

Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2017

CONTINGENCY RESERVE

|                                    | Current<br>Year<br>Actual |
|------------------------------------|---------------------------|
| Receipts:                          |                           |
| Operating Transfers                | \$ 24,610                 |
| Other Receipts                     | 0                         |
| Total Receipts                     | 24,610                    |
| Expenditures                       |                           |
| Repairs                            | 0                         |
| Other                              | 0                         |
| Total Expenditures                 | 0                         |
| Receipts Over (Under) Expenditures | 24,610                    |
| Unencumbered Cash, July 1          | 101,295                   |
| Unencumbered Cash, June 30         | \$ 125,905                |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-G

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

DRIVER TRAINING

|                                    | Actual    | Budget    | Variance<br>Over<br>(Under) |
|------------------------------------|-----------|-----------|-----------------------------|
| Receipts:                          |           |           |                             |
| State Aid                          | \$ 4,224  | \$ 3,600  | \$ 624                      |
| Fees                               | 2,625     | 0         | 2,625                       |
| Other Receipts                     | 0         | 8,000     | (8,000)                     |
| Operating Transfers                | 30,000    | 25,000    | 5,000                       |
| Total Receipts                     | 36,849    | 36,600    | 249                         |
| Expenditures                       |           |           |                             |
| Instruction                        | 33,779    | 49,739    | (15,960)                    |
| Vehicle Operation                  | 1,204     | 2,750     | (1,546)                     |
| Total Expenditures                 | 34,983    | \$ 52,489 | \$ (17,506)                 |
| Receipts Over (Under) Expenditures | 1,866     |           |                             |
| Unencumbered Cash, July 1          | 15,888    |           |                             |
| Unencumbered Cash, June 30         | \$ 17,754 |           |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-H

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

FOOD SERVICE

|                                    | Actual    | Budget     | Variance<br>Over<br>(Under) |
|------------------------------------|-----------|------------|-----------------------------|
| Receipts:                          |           |            |                             |
| State Aid                          | \$ 2,246  | \$ 2,348   | \$ (102)                    |
| Federal Aid                        | 136,229   | 172,157    | (35,928)                    |
| Meal Receipts                      | 93,993    | 111,095    | (17,102)                    |
| Other Receipts                     | 0         | 0          | 0                           |
| Operating Transfers                | 38,000    | 25,000     | 13,000                      |
| Total Receipts                     | 270,468   | 310,600    | (40,132)                    |
| Expenditures                       |           |            |                             |
| Food Service                       | 270,023   | 377,240    | (107,217)                   |
| Other                              | 0         | 0          | 0                           |
| Total Expenditures                 | 270,023   | \$ 377,240 | \$ (107,217)                |
| Receipts Over (Under) Expenditures | 445       |            |                             |
| Unencumbered Cash, July 1          | 66,640    |            |                             |
| Unencumbered Cash, June 30         | \$ 67,085 |            |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-I

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

PROFESSIONAL DEVELOPMENT

|                                    | Actual    | Budget    | Variance<br>Over<br>(Under) |
|------------------------------------|-----------|-----------|-----------------------------|
| Receipts:                          |           |           |                             |
| Other Receipts                     | \$ 0      | \$ 0      | \$ 0                        |
| Operating Transfers                | 44,000    | 30,000    | 14,000                      |
| Total Receipts                     | 44,000    | 30,000    | 14,000                      |
| Expenditures                       |           |           |                             |
| Professional Development           | 43,637    | 56,843    | (13,206)                    |
| Other                              | 0         | 0         | 0                           |
| Total Expenditures                 | 43,637    | \$ 56,843 | \$ (13,206)                 |
| Receipts Over (Under) Expenditures | 363       |           |                             |
| Unencumbered Cash, July 1          | 26,843    |           |                             |
| Unencumbered Cash, June 30         | \$ 27,206 |           |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-J

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

SPECIAL EDUCATION

|                                    | Actual     | Budget     | Variance<br>Over<br>(Under) |
|------------------------------------|------------|------------|-----------------------------|
| Receipts:                          |            |            |                             |
| Other Receipts                     | \$ 61,328  | \$ 0       | \$ 61,328                   |
| Federal Aid                        | 0          | 0          | 0                           |
| Operating Transfers                | 560,373    | 596,672    | (36,299)                    |
| Total Receipts                     | 621,701    | 596,672    | 25,029                      |
| Expenditures                       |            |            |                             |
| Instruction                        | 606,756    | 792,036    | (185,280)                   |
| Transportation                     | 14,584     | 14,725     | (141)                       |
| Total Expenditures                 | 621,340    | \$ 806,761 | \$ (185,421)                |
| Receipts Over (Under) Expenditures | 361        |            |                             |
| Unencumbered Cash, July 1          | 210,089    |            |                             |
| Unencumbered Cash, June 30         | \$ 210,450 |            |                             |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-K

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

VOCATIONAL EDUCATION

|                                    | Actual    | Budget     | Variance<br>Over<br>(Under) |
|------------------------------------|-----------|------------|-----------------------------|
| Receipts:                          |           |            |                             |
| Other Receipts                     | \$ 6,449  | \$ 0       | \$ 6,449                    |
| State Aid                          | 2,258     | 5,829      | (3,571)                     |
| Operating Transfers                | 100,000   | 60,000     | 40,000                      |
| Total Receipts                     | 108,707   | 65,829     | 42,878                      |
| Expenditures                       |           |            |                             |
| Instruction                        | 95,119    | 112,025    | (16,906)                    |
| Transportation                     | 12,671    | 13,840     | (1,169)                     |
| Total Expenditures                 | 107,790   | \$ 125,865 | \$ (18,075)                 |
| Receipts Over (Under) Expenditures | 917       |            |                             |
| Unencumbered Cash, July 1          | 60,036    |            |                             |
| Unencumbered Cash, June 30         | \$ 60,953 |            |                             |

See accompanying auditor's report.



Unified School District No. 251  
North Lyon County

Schedule 2-L

Schedule of Receipts and Expenditures-Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

KPERS RETIREMENT

|                                    | <u>Actual</u>  | <u>Budget</u>     | <u>Variance<br/>Over<br/>(Under)</u> |
|------------------------------------|----------------|-------------------|--------------------------------------|
| Receipts:                          |                |                   |                                      |
| KPERS Employer Contributions       | \$ 0           | \$ 0              | \$ 0                                 |
| Transfer from General              | <u>226,443</u> | <u>344,814</u>    | <u>(118,371)</u>                     |
| Total Receipts                     | 226,443        | 344,814           | (118,371)                            |
| Expenditures                       |                |                   |                                      |
| KPERS Employee Benefits            | 226,443        | 344,814           | (118,371)                            |
| Other                              | <u>0</u>       | <u>0</u>          | <u>0</u>                             |
| Total Expenditures                 | <u>226,443</u> | <u>\$ 344,814</u> | <u>\$ (118,371)</u>                  |
| Receipts Over (Under) Expenditures | 0              |                   |                                      |
| Unencumbered Cash, July 1          | <u>0</u>       |                   |                                      |
| Unencumbered Cash, June 30         | <u>\$ 0</u>    |                   |                                      |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2017

Schedule 2-M

|                                    | TITLE I     | TITLE IIA<br>IMPROVING<br>TEACHER QUAL |
|------------------------------------|-------------|--|
| Receipts:                          |             |  |
| Federal Aid                        | \$ 87,030   | \$ 22,879                              |
| Other Receipts                     | 0           | 0                                      |
|                                    | <hr/>       | <hr/>                                  |
| Total Receipts                     | 87,030      | 22,879                                 |
| Expenditures                       |             |  |
| Instruction                        | 87,030      | 22,879                                 |
| Other                              | 0           | 0                                      |
|                                    | <hr/>       | <hr/>                                  |
| Total Expenditures                 | 87,030      | 22,879                                 |
|                                    | <hr/>       | <hr/>                                  |
| Receipts Over (Under) Expenditures | 0           | 0                                      |
| Unencumbered Cash, July 1          | <hr/> 0     | <hr/> 0                                |
| Unencumbered Cash, June 30         | <hr/> \$ 0  | <hr/> \$ 0                             |
|                                    | <hr/> <hr/> | <hr/> <hr/>                            |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-N

Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2017

GIFTS AND GRANTS

|                                    | Current<br>Year<br>Actual |
|------------------------------------|---------------------------|
| Receipts:                          |                           |
| Federal Aid                        | \$ 0                      |
| Other Receipts                     | 19,432                    |
| Total Receipts                     | 19,432                    |
| Expenditures                       |                           |
| Student support                    | 33,359                    |
| Other                              | 0                         |
| Total Expenditures                 | 33,359                    |
| Receipts Over (Under) Expenditures | (13,927)                  |
| Unencumbered Cash, July 1          | 15,884                    |
| Unencumbered Cash, June 30         | \$ 1,957                  |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-O

Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2017

|                                    | <u>RURAL &amp;<br/>SMALL SCHOOLS</u> | <u>CHARACTER<br/>EDUCATION</u> | <u>AFTERSCHOOL<br/>PROGRAM</u> | <u>TEXTBOOK<br/>RENTAL</u> |
|------------------------------------|--------------------------------------|--------------------------------|--------------------------------|----------------------------|
| Receipts:                          |                                      |                                |                                |                            |
| Federal Aid                        | \$ 41,910                            | \$ 0                           | \$ 0                           | \$ 0                       |
| Fees & Donations                   | 0                                    | 0                              | 4,494                          | 26,805                     |
| Transfers from Other Funds         | <u>0</u>                             | <u>0</u>                       | <u>0</u>                       | <u>0</u>                   |
| Total Receipts                     | 41,910                               | 0                              | 4,494                          | 26,805                     |
| Expenditures                       |                                      |                                |                                |                            |
| Salaries, supplies & services      | <u>41,910</u>                        | <u>0</u>                       | <u>4,294</u>                   | <u>27,505</u>              |
| Total Expenditures                 | <u>41,910</u>                        | <u>0</u>                       | <u>4,294</u>                   | <u>27,505</u>              |
| Receipts Over (Under) Expenditures | 0                                    | 0                              | 200                            | (700)                      |
| Unencumbered Cash, July 1          | <u>0</u>                             | <u>102</u>                     | <u>5,322</u>                   | <u>83,631</u>              |
| Unencumbered Cash, June 30         | <u>\$ 0</u>                          | <u>\$ 102</u>                  | <u>\$ 5,522</u>                | <u>\$ 82,931</u>           |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 2-P

Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended June 30, 2017

TRUST FUNDS

|                                    | ALUMNI   | MEN'S CLUB | NHHS<br>Henning | NHHS<br>Sheeley | NHHS<br>Pruitt | NHHS<br>Mundy | NHHS<br>Mounkes | TOTAL    |
|------------------------------------|----------|------------|-----------------|-----------------|----------------|---------------|-----------------|----------|
| Receipts:                          |          |            |                 |                 |                |               |                 |          |
| Donations                          | \$ 0     | \$ 0       | \$ 0            | \$ 300          | \$ 855         | \$ 385        | \$ 300          | \$ 1,840 |
| Other Receipts                     | 0        | 20         | 0               | 0               | 0              | 0             | 0               | 20       |
| Transfers In                       | 0        | 0          | 0               | 0               | 0              | 0             | 0               | 0        |
| Total Receipts                     | 0        | 20         | 0               | 300             | 855            | 385           | 300             | 1,860    |
| Expenditures                       |          |            |                 |                 |                |               |                 |          |
| Scholarships                       | 0        | 0          | 277             | 300             | 665            | 0             | 300             | 1,542    |
| Other                              | 0        | 0          | 0               | 0               | 0              | 0             | 0               | 0        |
| Total Expenditures                 | 0        | 0          | 277             | 300             | 665            | 0             | 300             | 1,542    |
| Receipts Over (Under) Expenditures | 0        | 20         | (277)           | 0               | 190            | 385           | 0               | 318      |
| Unencumbered Cash, July 1          | 1,012    | 5,784      | 277             | 1               | 280            | 345           | 0               | 7,699    |
| Unencumbered Cash, June 30         | \$ 1,012 | \$ 5,804   | \$ 0            | \$ 1            | \$ 470         | \$ 730        | \$ 0            | \$ 8,017 |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 3

Schedule of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2017

AGENCY FUNDS

|                        | Beginning<br>Cash<br>Balance | Receipts         | Disbursements    | Ending<br>Cash<br>Balance |
|------------------------|------------------------------|------------------|------------------|---------------------------|
| NHHS:                  |                              |                  |                  |                           |
| Classes of 2009-2016   | \$ 2,248                     | \$ 156           | \$ 156           | \$ 2,248                  |
| Class of 2017          | 3,270                        | 475              | 3,216            | 529                       |
| Class of 2018          | 2,673                        | 1,806            | 2,998            | 1,481                     |
| Class of 2019          | 1,998                        | 1,329            | 226              | 3,101                     |
| Class of 2020          | 0                            | 1,040            | 0                | 1,040                     |
| Class of 2021          | 0                            | 500              | 0                | 500                       |
| Art Club               | 188                          | 0                | 0                | 188                       |
| FBLA                   | 5,808                        | 1,756            | 3,898            | 3,666                     |
| FCCLA                  | 1,017                        | 7,992            | 6,908            | 2,101                     |
| FFA                    | 3,420                        | 2,925            | 3,087            | 3,258                     |
| Flag Club              | 137                          | 0                | 0                | 137                       |
| Industrial Arts Club   | 1,010                        | 0                | 0                | 1,010                     |
| National Honor Society | 4,073                        | 157              | 0                | 4,230                     |
| Quiz Bowl              | 200                          | 615              | 804              | 11                        |
| Science Club           | 1,219                        | 0                | 350              | 869                       |
| Student Council        | 322                          | 1,013            | 1,151            | 184                       |
| Weight Lifting Club    | 258                          | 0                | 0                | 258                       |
|                        | <u>27,841</u>                | <u>19,764</u>    | <u>22,794</u>    | <u>24,811</u>             |
| Americus               |                              |                  |                  |                           |
| 8th Grade              | 1,587                        | 5,634            | 5,546            | 1,675                     |
| FBLA                   | 21                           | 335              | 343              | 13                        |
| Pep Club               | 122                          | 0                | 0                | 122                       |
| Stuco                  | 1,132                        | 296              | 433              | 995                       |
|                        | <u>2,862</u>                 | <u>6,265</u>     | <u>6,322</u>     | <u>2,805</u>              |
| Reading                |                              |                  |                  |                           |
| Stuco                  | 2,446                        | 3,275            | 4,774            | 947                       |
| Other                  | 0                            | 0                | 0                | 0                         |
|                        | <u>2,446</u>                 | <u>3,275</u>     | <u>4,774</u>     | <u>947</u>                |
| Total Agency Funds     | <u>\$ 33,149</u>             | <u>\$ 29,304</u> | <u>\$ 33,890</u> | <u>\$ 28,563</u>          |

See accompanying auditor's report.

Unified School District No. 251  
North Lyon County

Schedule 4

Schedule of Receipts and Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2017

DISTRICT ACTIVITY FUNDS

|                         | Beginning<br>Unencumbered<br>Cash<br>Balance | Receipts         | Expenditures     | Ending<br>Unencumbered<br>Cash<br>Balance | Add<br>Outstanding<br>Encumbrances<br>and Accounts<br>Payable | Ending<br>Cash<br>Balance |
|-------------------------|--|------------------|------------------|---|---|---------------------------|
| Gate Receipts/Athletics |  |                  |                  |   |   |                           |
| Northern Heights HS     | \$ 17,186                                    | \$ 27,247        | \$ 31,885        | \$ 12,548                                 | \$ 0  | \$ 12,548                 |
| Americus                | 4,304  | 15,386           | 16,099           | 3,591                                     | 0   | 3,591                     |
|                         | <u>21,490</u>                                | <u>42,633</u>    | <u>47,984</u>    | <u>16,139</u>                             | <u>0</u>  | <u>16,139</u>             |
| School Projects         |  |                  |                  |   |   |                           |
| NHHS                    |  |                  |                  |   |   |                           |
| Yearbook                | 8,844  | 2,599            | 1,241            | 10,202                                    | 0   | 10,202                    |
| Concessions             | 4,806  | 9,966            | 10,347           | 4,425                                     | 0   | 4,425                     |
| Student Activities      | 1,238  | 4,063            | 4,671            | 630                                       | 0   | 630                       |
| Drama/Forensics         | 582  | 702              | 1,034            | 250                                       | 0   | 250                       |
| Industrial Arts         | 2,309  | 0                | 0                | 2,309                                     | 0   | 2,309                     |
| Library                 | 74   | 0                | 16               | 58  | 0   | 58                        |
| Music                   | 691  | 3,726            | 2,498            | 1,919                                     | 0   | 1,919                     |
| Americus                |  |                  |                  |   |   |                           |
| Yearbook                | 7  | 0                | 0                | 7   | 0   | 7                         |
| Concessions             | 4,127  | 2,486            | 2,818            | 3,795                                     | 0   | 3,795                     |
| Music                   | 1,486  | 736              | 1,630            | 592                                       | 0   | 592                       |
| Reading                 |  |                  |                  |   |   |                           |
| Concessions             | 906  | 0                | 314              | 592                                       | 0   | 592                       |
| Other Projects          | 2,708  | 66               | 615              | 2,159                                     | 0   | 2,159                     |
|                         | <u>27,778</u>                                | <u>24,344</u>    | <u>25,184</u>    | <u>26,938</u>                             | <u>0</u>  | <u>26,938</u>             |
| Total Activity Funds    | <u>\$ 49,268</u>                             | <u>\$ 66,977</u> | <u>\$ 73,168</u> | <u>\$ 43,077</u>                          | <u>\$ 0</u>   | <u>\$ 43,077</u>          |

See accompanying auditor's report.