

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS

REGULATORY BASIS
FINANCIAL STATEMENT
FOR THE YEAR ENDED JUNE 30, 2017

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
REGULATORY BASIS FINANCIAL STATEMENT
For The Year Ended June 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditors' Report	1-3
STATEMENT 1	
Summary of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statement	5-14
REGULATORY REQUIRED SUPPLEMENTAL INFORMATION	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget (Budgeted Funds Only)	16
SCHEDULE 2	
Schedule of Receipts and Expenditures	
A. General Fund	17
B. Supplemental General Fund	18
C. At Risk (4 Year Old) Fund	19
D. At Risk (K-12) Fund	20
E. Bilingual Education Fund	21
F. Virtual Education	22
G. Capital Outlay Fund	23
H. Driver Training Fund	24
I. Food Service Fund	25
J. Professional Development Fund	26
K. Parent Education Fund	27
L. Summer School Fund	28
M. Special Education Fund	29-30
N. Vocational Education Fund	31
O. Health Care Reserve Fund	32
P. KPERS Special Retirement Contribution Fund	33
Q. Contingency Reserve Fund	34
R. Textbook Rental Fund	35
S. Grant Activity	36-37
T. Bond and Interest Fund	38

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS

REGULATORY BASIS FINANCIAL STATEMENT

For The Year Ended June 30, 2017

TABLE OF CONTENTS

	<u>Page</u>
(continued)	
SCHEDULE 3 Schedule of Receipts and Disbursements - Student Activity Funds	39-41
SCHEDULE 4 Schedule of Receipts, Expenditures and Unencumbered Cash - District Activity Funds	42-43
SUPPLEMENTAL INFORMATION	
SCHEDULE 5 Schedule of Expenditures - Actual and Budget - General Fund	45-48
SCHEDULE 6 Schedule of Expenditures of Federal Awards	49-50
Notes to Schedule of Expenditures of Federal Awards	51
OTHER SUPPLEMENTAL INFORMATION	
GRAPH 1 Comparison of Receipts	53
GRAPH 2 Comparison of Expenditures	54
GRAPH 3 Comparison of Expenditures Subject to Legal Max - General Fund	55
APPENDIX - SINGLE AUDIT	
Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	57-58
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance in Accordance with the Uniform Guidance	59-60
Schedule of Findings and Questioned Costs	61-62
Corrective Action Plan and Comments on Audit Resolution Matters Relating to the Federal Award Programs	63

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 457
Garden City, Kansas 67846

Report on the Financial Statement

We have audited the regulatory basis fund summary statement of receipts, expenditures and unencumbered cash of Unified School District No. 457, Garden City, Kansas, as of and for the year ended June 30, 2017, and the related notes to the financial statement, which collectively comprise the District's basic financial statement as listed in the table of contents.

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 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the *Kansas Municipal Audit and Accounting Guide*; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from 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. 457, Garden City, Kansas, 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 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 accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of Unified School District No. 457, Garden City, Kansas, as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

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. 457, Garden City, Kansas, as of June 30, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the basis of accounting practices prescribed or permitted by the *Kansas Municipal Audit and Accounting Guide* as described in Note 1.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the regulatory basis fund summary statement of receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The regulatory basis summary of expenditures – actual and budget, the regulatory basis individual fund schedules of receipts and expenditures – actual and budget, the regulatory basis schedule of receipts and disbursements – student activity funds and the regulatory basis 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 additional analysis and are not a required part of the basic financial statement; however they are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. In addition, the other supplemental information (Schedules 5 and 6 as listed in the table of contents) which includes the Schedule of Expenditures of Federal Awards, required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), is presented for purposes of additional analysis and is not a required part of the basic financial statement.

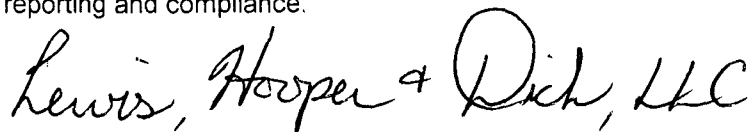
Such information presented in Schedules 1 through 6, including the Schedule of Expenditures of Federal Awards, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has 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, including the Schedule of Expenditures of Federal Awards, is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Unified School District No. 457, Garden City, Kansas, as of and for the year ended June 30, 2016 (not presented herein), and have issued our report thereon dated December 2, 2017, which contained an unmodified opinion on the basic financial statement. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/chief-financialofficer/municipal-services>. The 2016 actual column (2016 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended June 30, 2017 (Schedules 2 and 5 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2016 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statement or to the 2016 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2016 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended June 30, 2016, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the basic financial statement as a whole. The other supplemental information (Graphs 1 through 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the financial statement. Such information has not been subjected to the auditing procedures applied in the audit of the financial statement, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2017, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Lewis, Hooper & Dick, LLC". The signature is written in a cursive, flowing style.

LEWIS, HOOPER & DICK, LLC

December 8, 2017

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Summary of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

	Unencumbered Cash Balance July 1, 2016	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2017	Outstanding Encumbrances and Accounts Payable	Treasurer's Cash Balance June 30, 2017
General Funds:						
General	\$ -	\$ 51,790,245	\$ 51,790,244	\$ 1	\$ 4,243,475	\$ 4,243,476
Supplemental General	802,169	16,126,330	16,676,760	251,739	907,813	1,159,552
Special Purpose Funds:						
At Risk (4 year old)	139,912	550,000	518,323	171,589	51,621	223,210
At Risk (K-12)	855,719	8,750,000	8,210,608	1,395,111	198,625	1,593,736
Bilingual Education	769,737	2,650,000	2,520,539	899,198	196,037	1,095,235
Virtual Education	168,833	100,000	82,810	186,023	6,509	192,532
Capital Outlay	1,177,515	4,409,766	1,860,509	3,726,772	720,402	4,447,174
Driver Training	60,333	46,736	35,128	71,941	2,400	74,341
Food Service	252,136	4,452,083	4,061,331	642,888	-	642,888
Professional Development	535,759	300,000	333,041	502,718	39,204	541,922
Parent Education	-	275,214	275,214	-	38,407	38,407
Summer School	52,469	30,000	17,940	64,529	-	64,529
Special Education	2,340,451	9,376,740	9,285,206	2,431,985	526,574	2,958,559
Vocational Education	347,147	1,050,000	1,052,496	344,651	17,692	362,343
Health Care Reserve	4,663,099	10,182,889	10,503,733	4,342,255	597,859	4,940,114
KPERS Special Retirement Contribution	-	4,006,082	4,006,082	-	-	-
Contingency Reserve	1,500,000	1,200,000	-	2,700,000	-	2,700,000
Textbook Rental	626,147	678,395	25,811	1,278,731	-	1,278,731
Grant Activity	201,005	5,905,667	5,933,120	173,552	416,008	589,560
District Activities	-	1,574,829	1,574,829	-	562,625	562,625
Bond and Interest Funds:						
Bond and Interest	2,820,100	7,392,640	7,135,402	3,077,338	-	3,077,338
Business Funds:						
Interest on Idle Funds	-	8,892	8,892	-	-	-
Payroll	-	44,777,306	44,777,306	-	89,345	89,345
Totals (excluding School activity funds) (memorandum only)	<u>\$ 17,312,531</u>	<u>\$ 175,633,814</u>	<u>\$ 170,685,324</u>	<u>\$ 22,261,021</u>	<u>\$ 8,614,596</u>	<u>\$ 30,875,617</u>

Composition of Cash:

Commerce Bank	\$ 16,638,622
Plus deposits in transit	4,668,453
Less outstanding checks	(512,606)
Total cash - Commerce Bank	<u>20,794,469</u>

American State Bank	605,360
Less outstanding checks	(2,661)
Total cash - American State Bank	<u>602,699</u>

Petty cash accounts	<u>250</u>
---------------------	------------

Investments:

Money market accounts:	
Commerce Bank	9,518,273
American State Bank	139,055
Certificates of deposit:	
First National Bank	<u>200,006</u>
Total investments	<u>9,857,334</u>

Total cash	31,254,752
Less School activity funds	(379,135)

Total cash (excluding School activity funds)	<u>\$ 30,875,617</u>
--	----------------------

The accompanying Notes to the Financial Statement are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

1. Summary of significant accounting policies

A. Financial reporting entity

The District is a municipal corporation governed by an elected seven-member board. The financial statement presents the Unified School District No. 457, Garden City, Kansas, (the municipality).

B. Regulatory basis of accounting and departure from accounting principles generally accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* 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 *Kansas Municipal Audit and Accounting Guide* 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.

C. Regulatory basis fund types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The following fund types are used by the District:

General funds – the chief operating funds; used to account for all resources except those required to be accounted for in another fund.

Special Purpose funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than capital project and tax levies for long-term debt) that are intended for specified purposes.

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

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

Business funds – funds financed in whole or in part by fees charged to users of the goods or services (i.e., enterprise and internal service fund etc.).

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

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

1. Summary of significant accounting policies (continued)

C. Regulatory basis fund types (continued)

Agency funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e., interest clearing fund, payroll clearing fund, etc.).

D. Cash and investments

Cash resources of the individual funds are combined to form a pool of cash and investments which is managed by the District (except for investments in the Kansas Municipal Investment Pool). Cash includes amounts in demand deposits, time deposits and certificates of deposit. Investments of the pooled accounts consist primarily of investments with the Kansas Municipal Investment Pool and U.S. government securities carried at cost, which approximates market value. Interest income earned is allocated as designated by the Board.

E. Property taxes and special assessments

The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the counties. The County Appraiser annually determines assessed valuations based on real property transactions as recorded by the Register of Deeds and personal property holdings reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the County.

Taxes are assessed on a calendar year basis, are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1st of the ensuing year. One-half of the property taxes are due December 20th and distributed to the District by January 20th to finance a portion of the current year's budget. The second half is due May 10th and distributed to the District by June 5th. The District Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

F. Interfund transactions

Quasi-external transactions (i.e., transactions that would be treated as revenues or expenses if they involved organizations external to the governmental unit, such as internal service fund billings to departments) are accounted for as receipts or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

G. Memorandum totals

Total rows on the financial statement are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. No consolidated financial information is presented nor are all required disclosures presented for these amounts.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

2. Stewardship compliance and accountability

A. Budgetary information

Kansas statutes require that an annual operating budget be legally adopted for the general funds, special purpose funds (unless specifically exempted by statute), 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 15th.
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 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.

A qualified budget adjustment for expenditures outside the legal maximum budget for the General fund exists for juvenile detention center expenditures. Amendments to the original budget were approved by the governing body, resulting in additional budget authority as follows:

Fund	Increase
General	\$ 84,743

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

All legal annual operating budgets are prepared using the regulatory basis of accounting. Receipts are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds, trust funds, agency funds and certain special purpose funds. Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

2. Stewardship compliance and accountability (continued)

B. Compliance with Kansas statutes

References made herein to the statutes are not intended as interpretations of the law, but are offered for consideration of the Office of Chief Financial Officer and interpretation by the County Attorney and the legal representation of the District.

There are no known material violations of Kansas statutes for the year ended June 30, 2017.

3. Detailed note on all funds

A. Deposits and investments

A reconciliation of cash and investments as shown in the composition of cash on the summary of receipts, expenditures and unencumbered cash on Statement 1 is as follows:

Carrying amount of deposits	<u>\$ 31,254,752</u>
Total cash	<u><u>\$ 31,254,752</u></u>

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

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

Concentration of credit risk

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

Custodial credit risk - deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods".

The balance of this page is intentionally left blank.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

3. Detailed note on all funds (continued)

A. Custodial credit risk - deposits (continued)

At June 30, 2017, the District's carrying amount of deposits was \$31,254,752 and the bank balance was \$27,101,316. Of the bank balance, 97% was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$950,006 was covered by federal depository insurance and the balance of \$26,151,310 was collateralized with securities held by the pledging financial institutions' agents in the District's name. The District's cash deposits by financial institution and category of coverage at year-end are as follows:

	Commerce Bank	American State Bank	First National Bank
FDIC coverage	\$ 500,000	\$ 250,000	\$ 200,006
Pledged securities at market value	29,548,225	1,555,293	-
Total coverage	<u>\$ 30,048,225</u>	<u>\$ 1,805,293</u>	<u>\$ 200,006</u>
Funds on deposit	<u>\$ 26,156,895</u>	<u>\$ 744,415</u>	<u>\$ 200,006</u>
Funds at risk	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Custodial credit risk - investments

Custodial credit risk for an investment 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 of this type at June 30, 2017.

B. In-substance receipt in transit

The District received \$4,668,453 subsequent to June 30, 2017, and as required by K.S.A. 72-6417 and K.S.A. 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.

C. Capital projects

Capital project authorizations with approved change orders compared to disbursements and accounts payable from date of inception to June 30, 2017, are as follows:

Project	Authorization	Disbursements and Accounts Payable to Date	Committed
Memorial Stadium turf	\$ 330,000	\$ 330,000	\$ -
Electric lighting upgrade - Kenneth Henderson	272,350	272,350	-
Control upgrade - Horace Good	165,000	165,000	-
Window replacement - Bernadine Sitts	41,138	41,138	-
Underground irrigation system - Victor Ornelas	19,891	19,891	-
Plumbing renovation - Horace Good	49,997	31,587	18,410
Window replacement - Charles Stone	50,500	50,500	-

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

3. Detailed note on all funds (continued)

D. Long-term debt

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

	Date of Issue	Maximum Rate	Date of Final Maturity	Amount of Issue	Balance July 1, 2016	Additions	Reductions/ Payments	Balance June 30, 2017	Interest Paid
General obligation bonds payable:									
School building	12-30-08	5.25%	09-01-17	\$ 10,000,000	\$ 590,000	\$ -	\$ 175,000	\$ 415,000	\$ 25,753
School building	07-01-09	6.783%	09-01-34	63,200,000	-	-	-	-	4,223,956
School building	06-10-15	4.000%	09-01-33	9,305,000	9,305,000	-	-	9,305,000	306,000
School building	04-25-16	5.000%	09-01-34	65,080,000	65,080,000	-	-	65,080,000	-
School building	05-10-16	5.000%	09-01-24	21,130,000	21,130,000	-	670,000	20,460,000	761,702
School building	05-10-16	1.000%	09-01-16	970,000	970,000	-	970,000	-	2,991
Total long-term debt					\$ 97,075,000	\$ -	\$ 1,815,000	\$ 95,260,000	\$ 5,320,402

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

Fiscal Year Ended June 30,	Principal	Interest	Total
2018	\$ 1,835,000	\$ 5,467,028	\$ 7,302,028
2019	2,050,000	5,412,544	7,462,544
2020	2,505,000	4,480,331	6,985,331
2021	3,060,000	3,509,906	6,569,906
2022	3,385,000	3,359,531	6,744,531
2023-2027	22,455,000	13,989,356	36,444,356
2028-2032	33,570,000	7,851,556	41,421,556
2033-2037	26,400,000	1,329,878	27,729,878
Total	\$ 95,260,000	\$ 45,400,130	\$ 140,660,130

Legal debt margin

The debt limit per K.S.A. 72-6761 is fourteen percent of the assessed valuation of taxable tangible property within the District, except that such limitation may be modified as provided in K.S.A. 75-2318. The amount of debt outstanding does not exceed the statutory limit.

Advance refundings

On June 14, 2015, the District issued \$9,305,000 of general obligation bonds, Series 2015, for the purpose of advance refunding \$7,360,000 of general obligation bonds, Series 2008 and \$1,100,000 of general obligation bonds, Series 2009A. This advance refunding was undertaken to reduce debt service payments over the next eighteen years resulting in a decrease in total debt service payments of \$679,299 and in an economic gain of \$645,833. The reacquisition price exceeded the net carrying amount of the old debt by \$845,000. The proceeds from the bonds were placed in an escrow account to provide the future debt service payments with anticipation of calling the bonds when the bonds are callable. As a result, the refunded bonds were removed from the District's long-term debt as of June 14, 2015. The market value of the escrow account at June 30, 2017, was \$8,955,065.

On April 25, 2016, the District issued \$65,080,000 of general obligation bonds, Series 2016A, for the purpose of advance refunding \$63,200,000 of general obligation bonds, Series 2009B. This advance refunding was undertaken to reduce debt service payments over the next eighteen years resulting in a decrease in total debt service payments of \$1,946,745 and in an economic gain of \$1,820,841. The reacquisition price exceeded the net carrying amount of the old debt by \$1,880,000. The proceeds from the bonds were placed in an escrow account to provide the future debt service payments with anticipation of calling the bonds when the bonds are callable.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

3. Detailed note on all funds (continued)

D. Long-term debt (continued)

Advance refundings (continued)

As a result, the refunded bonds were removed from the District's long-term debt. The market value of the escrow account at June 30, 2017, was \$66,720,435.

On May 10, 2016, the District issued \$21,130,000 of general obligation bonds, Series 2016B and \$970,000 of general obligation bonds, Series 2016C, for the purpose of advance refunding \$22,005,000 of general obligation bonds, Series 2009A. This advance refunding was undertaken to reduce debt service payments over the next eight years resulting in a decrease in total debt service payments of \$615,070 and in an economic gain of \$607,056. The reacquisition price exceeded the net carrying amount of the old debt by \$95,000. The proceeds from the bonds were placed in an escrow account to provide the future debt service payments with anticipation of calling the bonds when the bonds are callable. As a result, the refunded bonds were removed from the District's long-term debt. The market value of the escrow account at June 30, 2017, was \$22,399,545.

E. Interfund transfers

Interfund operating transfers are as follows:

<u>From</u>	<u>To</u>	
General	At Risk (4 year old)	\$ 550,000
General	At Risk (K-12)	8,750,000
General	Bilingual Education	2,650,000
General	Virtual Education	100,000
General	Capital Outlay	242,048
General	Professional Development	300,000
General	Parent Education	108,418
General	Summer school	30,000
General	Special Education	8,900,000
General	Vocational Education	1,050,000
General	KPERS Special Retirement Contribution	4,006,082
General	Contingency Reserve	1,200,000
General	Textbook Rental	500,000
		<u>\$ 28,386,548</u>

4. Other information

A. Risk management and self-insurance

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. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

Beginning in fiscal year 2011, the District has partially self-funded employees' health care costs. "Stop loss" coverage is maintained for claims above an aggregate stop loss of \$11,486,693. Payments for medical insurance premiums and self-insured medical costs not covered by the insurance carrier are paid out of the Health Care Reserve Fund as they are billed to the District. The District transfers amounts to this fund based upon projected costs. Claims are then paid out of this fund for uninsured losses as they are filed or incurred. Unencumbered cash balance represents equity designated to pay for future losses.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

4. Other information (continued)

B. Post-employment health care benefits

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

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 direct cost to the District under this program.

C. Compensated absences

The District's policy is to recognize the costs of vacations and other compensated absences when actually paid.

The District's policy regarding emergency leave pay permits employees to accumulate leave days at a maximum rate of 12 days per year up to 110 days. Accumulated leave days greater than 70 (not to exceed 15 days) may be sold to the District at a rate of \$130 per day for administration, 100% of base substitute pay per day for certified staff and 75% of base pay for classified staff. Employees retiring under KPERS from the District are paid \$25 per day for unused leave time up to 70 days.

The District allows employees to accumulate and carryover up to 40 days of unused vacation leave. Unused vacation leave is payable to employees upon their departure from the District's employment. The District has estimated the dollar amount of accumulated emergency leave pay and unpaid vacation leave at June 30, 2017, at \$722,409.

D. 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 or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate through March 31, 2016, with a 0% moratorium until June 30, 2017, for the Death and Disability Program) and the statutory

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

4. Other information (continued)

D. Defined benefit pension plan (continued)

contribution rate was 16.00% and 10.91%, respectively, for the fiscal year ended June 30, 2016. The actuarially determined employer contribution rate and the statutory contribution rate was 16.03% and 10.81%, respectively, for the fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$4,006,082 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 \$72,668,312. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2016. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

E. Commitments and contingencies

Contingencies

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 requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2017.

Operating leases

In fiscal year 2012, the District entered into an operating lease for copiers at the copy center. Lease payments for the year ended June 30, 2017, amounted to \$30,261. This lease expired in the year ended June 30, 2017.

In fiscal year 2012, the District entered into an operating lease for copiers at the high school. Lease payments for the year ended June 30, 2017, amounted to \$9,000. This lease expired in the year ended June 30, 2017.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to the Financial Statement
For the Year Ended June 30, 2017

4. Other information (continued)

E. Commitments and contingencies (continued)

Operating leases (continued)

In fiscal year 2016, the District entered into an operating lease for a copier at the business office. Lease payments for the year ended June 30, 2017, amounted to \$19,900. Future payments are as follows:

<u>Fiscal Year Ended</u>	
2018	\$ 19,900
2019	19,900
2020	<u>19,900</u>
Total	<u>\$ 59,700</u>

In fiscal year 2017, the District entered into an operating lease for a copier at the business office. Future payments are as follows:

<u>Fiscal Year Ended</u>	
2018	\$ 37,658
2019	37,658
2020	37,658
2021	<u>18,829</u>
Total	<u>\$ 131,803</u>

REGULATORY REQUIRED SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended June 30, 2017

	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:						
General	\$ 53,410,927	\$ (1,705,426)	\$ 84,743	\$ 51,790,244	\$ 51,790,244	\$ -
Supplemental General	16,676,760	-	-	16,676,760	16,676,760	-
Special Purpose Funds:						
At Risk (4 year old)	585,300	-	-	585,300	518,323	(66,977)
At Risk (K-12)	10,000,000	-	-	10,000,000	8,210,608	(1,789,392)
Bilingual Education	3,161,002	-	-	3,161,002	2,520,539	(640,463)
Virtual Education	187,120	-	-	187,120	82,810	(104,310)
Capital Outlay	5,077,574	-	-	5,077,574	1,860,509	(3,217,065)
Driver Training	81,400	-	-	81,400	35,128	(46,272)
Food Service	4,703,977	-	-	4,703,977	4,061,331	(642,646)
Professional Development	503,673	-	-	503,673	333,041	(170,632)
Parent Education	339,387	-	-	339,387	275,214	(64,173)
Summer School	52,469	-	-	52,469	17,940	(34,529)
Special Education	11,830,271	-	-	11,830,271	9,285,206	(2,545,065)
Vocational Education	1,135,398	-	-	1,135,398	1,052,496	(82,902)
KPERS Special Retirement Contribution	5,732,455	-	-	5,732,455	4,006,082	(1,726,373)
Bond and Interest Funds:						
Bond and Interest	7,135,602	-	-	7,135,602	7,135,402	(200)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Under
Receipts:				
Other county sources	\$ 81,046	\$ 152,113	\$ -	\$ 152,113
State sources	61,495,720	51,597,399	53,293,979	(1,696,580)
Mineral production tax	61,832	40,733	109,560	(68,827)
Total receipts	61,638,598	51,790,245	\$ 53,403,539	\$ (1,613,294)
Expenditures:				
Instruction	2,731,659	2,754,792	\$ 3,962,739	\$ (1,207,947)
Student support services	2,640,635	2,637,230	2,774,928	(137,698)
Instructional support staff	2,309,888	2,201,172	3,034,046	(832,874)
General administration	826,569	872,459	868,245	4,214
School administration	3,817,291	3,844,501	3,828,687	15,814
Central services	1,705,569	1,608,420	906,414	702,006
Operations and maintenance	7,865,062	7,534,010	8,332,457	(798,447)
Student transportation supervision	285,011	295,263	355,920	(60,657)
Vehicle operating services	1,161,168	1,054,821	1,497,420	(442,599)
Vehicle services and maintenance services	381,818	434,471	368,918	65,553
Other student transportation services	16,151	12,398	-	12,398
Other supplemental services	50,599	26,821	-	26,821
Community service operations	40,757	42,520	-	42,520
Architectural and engineering services	96	75	-	75
Operating transfers out	37,715,058	28,386,548	27,481,153	905,395
Adjustment to comply with Legal Max	-	-	(1,705,426)	1,705,426
Total	61,547,331	51,705,501	51,705,501	-
Adjustments for Qualifying Budget Credits:				
Juvenile detention center	143,155	84,743	84,743	-
Total expenditures	61,690,486	51,790,244	\$ 51,790,244	\$ -
Receipts over (under) expenditures	(51,888)	1		
Unencumbered cash, beginning	44,500	-		
Adjustment to unencumbered cash for prior year canceled encumbrances	7,388	-		
Unencumbered cash, ending	\$ -	\$ 1		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Supplemental General Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Receipts:				
Ad valorem tax	\$ 6,183,834	\$ 4,773,154	\$ 5,322,002	\$ (548,848)
Delinquent tax	137,407	138,003	100,153	37,850
Motor vehicle tax	670,170	635,384	419,633	215,751
Recreational vehicle tax	18,300	6,810	4,589	2,221
Other county sources	88,383	110,962	155,883	(44,921)
State sources	56,055	10,451,326	10,451,325	1
Machinery and equipment aid	-	10,691	-	10,691
Transfer from General	9,153,630	-	-	-
Total receipts	16,307,779	16,126,330	\$ 16,453,585	\$ (327,255)
Expenditures:				
Instruction:				
Salaries	11,517,017	11,790,490	\$ 12,334,439	\$ (543,949)
Employee benefits	2,959,608	2,943,211	2,943,211	-
Equipment	606,663	799,680	814,610	(14,930)
Total instruction	15,083,288	15,533,381	16,092,260	(558,879)
Instructional support staff:				
Purchased property services	534,130	550,334	502,500	47,834
Supplies	10,008	10,354	11,000	(646)
Equipment	151,714	163,861	71,000	92,861
Total instructional support staff	695,852	724,549	584,500	140,049
Operations & maintenance:				
Equipment	220,860	418,830	-	418,830
Total expenditures	16,000,000	16,676,760	\$ 16,676,760	\$ -
Receipts over (under) expenditures	307,779	(550,430)		
Unencumbered cash, beginning	493,757	802,169		
Adjustment to unencumbered cash for prior year canceled encumbrances	633	-		
Unencumbered cash, ending	\$ 802,169	\$ 251,739		

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 At Risk (4 Year Old) Fund
 Statement of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General	\$ 550,000	\$ 550,000	\$ 500,000	\$ 50,000
Total receipts	550,000	550,000	\$ 500,000	\$ 50,000
Expenditures:				
Instruction:				
Salaries	380,907	395,346	\$ 399,900	\$ (4,554)
Employee benefits	128,653	122,977	135,400	(12,423)
Equipment	-	-	50,000	(50,000)
Total expenditures	509,560	518,323	\$ 585,300	\$ (66,977)
Receipts over expenditures	40,440	31,677		
Unencumbered cash, beginning	99,472	139,912		
Unencumbered cash, ending	\$ 139,912	\$ 171,589		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
At Risk (K-12) Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General	\$ 9,140,000	\$ 8,750,000	\$ 9,200,000	\$ (450,000)
Total receipts	<u>9,140,000</u>	<u>8,750,000</u>	<u>\$ 9,200,000</u>	<u>\$ (450,000)</u>
Expenditures:				
Instruction:				
Salaries	6,934,869	6,219,486	\$ 7,276,843	\$ (1,057,357)
Employee benefits	1,814,254	1,622,968	1,900,717	(277,749)
Supplies	62,774	23,941	84,600	(60,659)
Other	-	-	400,000	(400,000)
Total instruction	<u>8,811,897</u>	<u>7,866,395</u>	<u>9,662,160</u>	<u>(1,795,765)</u>
Student support services:				
Salaries	163,847	163,759	172,300	(8,541)
Employee benefits	12,028	12,001	13,200	(1,199)
Purchased professional and technical services	<u>19,800</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total student support services	<u>195,675</u>	<u>200,760</u>	<u>185,500</u>	<u>15,260</u>
School administration:				
Salaries	122,901	123,646	124,000	(354)
Employee benefits	<u>19,360</u>	<u>19,807</u>	<u>28,340</u>	<u>(8,533)</u>
Total school administration	<u>142,261</u>	<u>143,453</u>	<u>152,340</u>	<u>(8,887)</u>
Total expenditures	<u>9,149,833</u>	<u>8,210,608</u>	<u>\$ 10,000,000</u>	<u>\$ (1,789,392)</u>
Receipts over (under) expenditures	(9,833)	539,392		
Unencumbered cash, beginning	865,332	855,719		
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>220</u>	<u>-</u>		
Unencumbered cash, ending	<u>\$ 855,719</u>	<u>\$ 1,395,111</u>		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Bilingual Education Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Receipts:				
Transfer from General	\$ 2,710,000	\$ 2,650,000	\$ 2,450,000	\$ 200,000
Total receipts	<u>2,710,000</u>	<u>2,650,000</u>	<u>\$ 2,450,000</u>	<u>\$ 200,000</u>
Expenditures:				
Instruction:				
Salaries	2,054,176	1,945,269	\$ 2,254,000	\$ (308,731)
Employee benefits	499,644	487,955	526,900	(38,945)
Supplies	8,196	10,917	7,500	3,417
Other	-	-	300,000	(300,000)
Total instruction	<u>2,562,016</u>	<u>2,444,141</u>	<u>3,088,400</u>	<u>(644,259)</u>
Student support services:				
Salaries	19,931	19,683	-	19,683
Employee benefits	<u>3,914</u>	<u>3,892</u>	<u>-</u>	<u>3,892</u>
Total student support services	<u>23,845</u>	<u>23,575</u>	<u>-</u>	<u>23,575</u>
Instructional support staff:				
Salaries	-	-	20,100	(20,100)
Employee benefits	293	-	4,400	(4,400)
Other purchased services	<u>4,558</u>	<u>30</u>	<u>5,000</u>	<u>(4,970)</u>
Total instructional support staff	<u>4,851</u>	<u>30</u>	<u>29,500</u>	<u>(29,470)</u>
School administration:				
Salaries	16,593	39,172	28,600	10,572
Employee benefits	8,766	9,842	8,600	1,242
Supplies	<u>4,711</u>	<u>3,779</u>	<u>5,902</u>	<u>(2,123)</u>
Total school administration	<u>30,070</u>	<u>52,793</u>	<u>43,102</u>	<u>9,691</u>
Total expenditures	<u>2,620,782</u>	<u>2,520,539</u>	<u>\$ 3,161,002</u>	<u>\$ (640,463)</u>
Receipts over expenditures	89,218	129,461		
Unencumbered cash, beginning	676,719	769,737		
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>3,800</u>	<u>-</u>		
Unencumbered cash, ending	<u>\$ 769,737</u>	<u>\$ 899,198</u>		

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Virtual Education
 Statement of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General	\$ 150,000	\$ 100,000	\$ 50,000	\$ 50,000
Total receipts	<u>150,000</u>	<u>100,000</u>	<u>\$ 50,000</u>	<u>\$ 50,000</u>
Expenditures:				
Instruction:				
Salaries	61,541	61,346	\$ 62,600	\$ (1,254)
Employee benefits	14,414	14,400	14,520	(120)
Supplies	3,500	7,064	10,000	(2,936)
Other	-	-	100,000	(100,000)
Total expenditures	<u>79,455</u>	<u>82,810</u>	<u>\$ 187,120</u>	<u>\$ (104,310)</u>
Receipts over expenditures	70,545	17,190		
Unencumbered cash, beginning	<u>98,288</u>	<u>168,833</u>		
Unencumbered cash, ending	<u>\$ 168,833</u>	<u>\$ 186,023</u>		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Capital Outlay Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Receipts:				
Ad valorem tax	\$ 1,260,377	\$ 2,483,848	\$ 2,434,569	\$ 49,279
Delinquent tax	25,715	29,947	20,363	9,584
Motor vehicle tax	105,557	150,562	99,896	50,666
Recreational vehicle tax	2,361	1,647	1,093	554
Other county sources	18,469	55,584	37,109	18,475
State sources	-	1,421,026	1,411,604	9,422
Machinery and equipment aid	-	2,750	-	2,750
Interest	8,944	3,678	-	3,678
Other	18,676	18,676	-	18,676
Transfer from General	744,933	242,048	-	242,048
Total receipts	2,185,032	4,409,766	\$ 4,004,634	\$ 405,132
Expenditures:				
Instruction	195,728	169,477	\$ 1,226,511	\$ (1,057,034)
Operations and maintenance	-	-	448,750	(448,750)
Transportation	222,113	408,719	222,113	186,606
Facilities acquisition and construction	2,084,987	1,282,313	3,180,200	(1,897,887)
Total expenditures	2,502,828	1,860,509	\$ 5,077,574	\$ (3,217,065)
Receipts over (under) expenditures	(317,796)	2,549,257		
Unencumbered cash, beginning	1,480,863	1,177,515		
Adjustment to unencumbered cash for prior year canceled encumbrances	14,448	-		
Unencumbered cash, ending	\$ 1,177,515	\$ 3,726,772		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Driver Training Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Receipts:				
State sources	\$ 9,248	\$ 18,944	\$ 12,600	\$ 6,344
Charges for services:				
Enrollment fees	32,013	27,792	8,467	19,325
Total receipts	41,261	46,736	\$ 21,067	\$ 25,669
Expenditures:				
Instruction:				
Salaries	34,762	30,097	\$ 50,000	\$ (19,903)
Employee benefits	2,523	2,249	4,000	(1,751)
Purchased property services	3,726	680	13,000	(12,320)
Other purchased services	3,133	868	7,000	(6,132)
Supplies	964	1,234	7,400	(6,166)
Total expenditures	45,108	35,128	\$ 81,400	\$ (46,272)
Receipts over (under) expenditures	(3,847)	11,608		
Unencumbered cash, beginning	64,180	60,333		
Unencumbered cash, ending	\$ 60,333	\$ 71,941		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Food Service Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
Receipts:				
State sources	\$ 25,004	\$ 46,490	\$ 43,600	\$ 2,890
Federal sources	3,566,928	3,588,926	3,643,317	(54,391)
Charges for services:				
School receipts	846,172	816,667	879,550	(62,883)
Total receipts	<u>4,438,104</u>	<u>4,452,083</u>	<u>\$ 4,566,467</u>	<u>\$ (114,384)</u>
Expenditures:				
Operations and maintenance:				
Other purchased services	<u>15</u>	<u>517</u>	<u>\$ 2,000</u>	<u>\$ (1,483)</u>
Food service operation:				
Salaries	1,446,612	1,422,619	1,477,900	(55,281)
Employee benefits	612,121	594,302	651,820	(57,518)
Purchased professional and technical services	8,335	9,009	-	9,009
Purchased property services	42,865	28,635	-	28,635
Other purchased services	15,352	11,840	22,250	(10,410)
Supplies	2,231,587	1,959,411	2,460,007	(500,596)
Equipment	15,055	34,998	50,000	(15,002)
Other	<u>-</u>	<u>-</u>	<u>40,000</u>	<u>(40,000)</u>
Total food service operation	<u>4,371,927</u>	<u>4,060,814</u>	<u>4,701,977</u>	<u>(641,163)</u>
Total expenditures	<u>4,371,942</u>	<u>4,061,331</u>	<u>\$ 4,703,977</u>	<u>\$ (642,646)</u>
Receipts over expenditures	66,162	390,752		
Unencumbered cash, beginning	<u>185,974</u>	<u>252,136</u>		
Unencumbered cash, ending	<u>\$ 252,136</u>	<u>\$ 642,888</u>		

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Professional Development Fund
 Statement of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance Over (Under)
	Prior Year	Actual	Budget	
Receipts:				
Transfer from General	\$ 525,000	\$ 300,000	\$ -	\$ 300,000
Total receipts	<u>525,000</u>	<u>300,000</u>	<u>\$ -</u>	<u>\$ 300,000</u>
Expenditures:				
Instructional support staff:				
Salaries	47,611	44,321	\$ 141,500	\$ (97,179)
Employee benefits	47,515	165,053	120,020	45,033
Purchased professional and technical services	14,922	18,703	18,703	-
Other purchased services	<u>66,265</u>	<u>104,964</u>	<u>223,450</u>	<u>(118,486)</u>
Total expenditures	<u>176,313</u>	<u>333,041</u>	<u>\$ 503,673</u>	<u>\$ (170,632)</u>
Receipts over (under) expenditures	348,687	(33,041)		
Unencumbered cash, beginning	185,273	535,759		
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>1,799</u>	<u>-</u>		
Unencumbered cash, ending	<u>\$ 535,759</u>	<u>\$ 502,718</u>		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Parent Education Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
Receipts:				
State sources	\$ 205,689	\$ -	\$ 205,689	\$ (205,689)
Federal sources	-	166,796	-	166,796
Other	35,000	-	35,000	(35,000)
Transfer from General	98,698	108,418	98,698	9,720
Total receipts	339,387	275,214	\$ 339,387	\$ (64,173)
Expenditures:				
Student support services:				
Salaries	188,877	167,881	\$ 191,900	\$ (24,019)
Employee benefits	55,756	48,948	60,700	(11,752)
Purchased professional and technical services	65,000	-	65,000	(65,000)
Other purchased services	372	22,820	7,000	15,820
Supplies	24,750	31,498	14,787	16,711
Total student support services	334,755	271,147	339,387	(68,240)
Other supplemental services:				
Other purchased services	4,632	4,067	-	4,067
Total expenditures	339,387	275,214	\$ 339,387	\$ (64,173)
Receipts over expenditures	-	-		
Unencumbered cash, beginning	-	-		
Unencumbered cash, ending	\$ -	\$ -		

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Summer School Fund
 Statement of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
Receipts:				
Transfer from General	\$ -	\$ 30,000	\$ -	\$ 30,000
Total receipts	-	30,000	-	30,000
Expenditures:				
Instruction:				
Salaries	16,368	16,680	\$ 52,469	\$ (35,789)
Employee benefits	1,217	1,260	-	1,260
Total expenditures	17,585	17,940	\$ 52,469	\$ (34,529)
Receipts over (under) expenditures	(17,585)	12,060		
Unencumbered cash, beginning	70,054	52,469		
Unencumbered cash, ending	\$ 52,469	\$ 64,529		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Special Education Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Under
Receipts:				
Russell Child Development				
Center reimbursement	\$ 540,264	\$ -	\$ -	\$ -
Federal sources	-	-	1,626,757	(1,626,757)
Other	296,126	476,740	-	476,740
Transfer from General	8,550,000	8,900,000	7,900,000	1,000,000
Total receipts	9,386,390	9,376,740	\$ 9,526,757	\$ (150,017)
Expenditures:				
Instruction:				
Salaries	5,195,319	5,171,901	\$ 6,808,300	\$ (1,636,399)
Employee benefits	1,910,511	1,837,258	2,399,457	(562,199)
Purchased professional and technical services	-	61,166	34,500	26,666
Other purchased services	3,352	-	-	-
Supplies	-	-	65,000	(65,000)
Equipment	-	-	58,400	(58,400)
Total instruction	7,109,182	7,070,325	9,365,657	(2,295,332)
Student support services:				
Salaries	1,119,047	1,010,199	1,152,100	(141,901)
Employee benefits	256,906	216,127	244,700	(28,573)
Purchased professional and technical services	12,953	128,635	12,950	115,685
Supplies	7,304	6,525	21,525	(15,000)
Total student support services	1,396,210	1,361,486	1,431,275	(69,789)
Instructional support staff:				
Employee benefits	89	-	-	-
Other purchased services	2,043	2,285	53,000	(50,715)
Total instructional support staff	2,132	2,285	53,000	(50,715)
Special area administrative services:				
Salaries	443,676	410,711	424,000	(13,289)
Employee benefits	99,966	99,944	97,720	2,224
Other purchased services	601	251	3,619	(3,368)
Total special area administrative services	544,243	510,906	525,339	(14,433)

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Special Education Fund
 Statement of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Operations and maintenance:				
Other purchased services	\$ 25,424	\$ 12,968	\$ 30,000	\$ (17,032)
Vehicle operating services:				
Other purchased services	306,952	327,236	425,000	(97,764)
Total expenditures	9,384,143	9,285,206	\$ 11,830,271	\$ (2,545,065)
Receipts over expenditures	2,247	91,534		
Unencumbered cash, beginning	2,338,202	2,340,451		
Adjustment to unencumbered cash for prior year canceled encumbrances	2	-		
Unencumbered cash, ending	\$ 2,340,451	\$ 2,431,985		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Vocational Education Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Receipts:				
Federal sources	\$ -	\$ -	\$ 74,774	\$ (74,774)
Transfer from General	1,030,000	1,050,000	750,000	300,000
Total receipts	1,030,000	1,050,000	\$ 824,774	\$ 225,226
Expenditures:				
Instruction:				
Salaries	694,252	771,944	\$ 750,000	\$ 21,944
Employee benefits	207,944	199,971	187,400	12,571
Supplies	-	-	7,504	(7,504)
Equipment	64,000	63,512	92,000	(28,488)
Other	40,267	2,022	-	2,022
Total instruction	1,006,463	1,037,449	1,036,904	545
Instructional support staff:				
Salaries	-	-	35,600	(35,600)
Employee benefits	3	-	11,120	(11,120)
Other purchased services	9,863	7,050	18,774	(11,724)
Supplies	5,500	7,997	33,000	(25,003)
Total instructional support staff	15,366	15,047	98,494	(83,447)
Total expenditures	1,021,829	1,052,496	\$ 1,135,398	\$ (82,902)
Receipts over (under) expenditures	8,171	(2,496)		
Unencumbered cash, beginning	338,952	347,147		
Adjustment to unencumbered cash for prior year canceled encumbrances	24	-		
Unencumbered cash, ending	\$ 347,147	\$ 344,651		

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Health Care Reserve Fund
 Statement of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Actual
Receipts:		
Premiums received	\$ 11,064,497	\$ 10,182,889
Other	3,701	-
Total receipts	<u>11,068,198</u>	<u>10,182,889</u>
Expenditures:		
Premiums paid	10,265,539	10,358,159
Health care expenses	<u>98,744</u>	<u>145,574</u>
Total expenditures	<u>10,364,283</u>	<u>10,503,733</u>
Receipts over (under) expenditures	703,915	(320,844)
Unencumbered cash, beginning	<u>3,959,184</u>	<u>4,663,099</u>
Unencumbered cash, ending	<u><u>\$ 4,663,099</u></u>	<u><u>\$ 4,342,255</u></u>

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
KPERs Special Retirement Contribution Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Cash receipts:				
Transfer from General	\$ 4,162,797	\$ 4,006,082	\$ 5,732,455	\$ (1,726,373)
Total cash receipts	<u>4,162,797</u>	<u>4,006,082</u>	<u>\$ 5,732,455</u>	<u>\$ (1,726,373)</u>
Expenditures:				
Instruction	2,634,845	2,627,231	\$ 3,710,208	\$ (1,082,977)
Student support	372,189	273,615	418,678	(145,063)
Instructional support	206,858	205,965	298,119	(92,154)
General administration	127,343	95,301	118,095	(22,794)
School administration	290,311	269,494	384,203	(114,709)
Central services	54,046	55,150	74,063	(18,913)
Operations and maintenance	257,727	266,964	390,141	(123,177)
Student transportation services	102,202	91,261	161,110	(69,849)
Food services	117,276	121,101	177,838	(56,737)
Total expenditures	<u>4,162,797</u>	<u>4,006,082</u>	<u>\$ 5,732,455</u>	<u>\$ (1,726,373)</u>
Receipts over expenditures	-	-		
Unencumbered cash, beginning	-	-		
Unencumbered cash, ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Contingency Reserve Fund
 Statement of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Actual
Receipts:		
Transfer from General	\$ 500,000	\$ 1,200,000
Total receipts	<u>500,000</u>	<u>1,200,000</u>
Expenditures:		
Instruction:		
Contingencies	<u>-</u>	<u>-</u>
Receipts over expenditures	500,000	1,200,000
Unencumbered cash, beginning	<u>1,000,000</u>	<u>1,500,000</u>
Unencumbered cash, ending	<u><u>\$ 1,500,000</u></u>	<u><u>\$ 2,700,000</u></u>

UNIFIED SCHOOL DISTRICT NO. 457
 GARDEN CITY, KANSAS
 Textbook Rental Fund
 Statement of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2017
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Actual
Receipts:		
Fees	\$ 213,423	\$ 178,395
Transfer from General	400,000	500,000
Total receipts	<u>613,423</u>	<u>678,395</u>
Expenditures:		
Instruction:		
Textbooks	<u>672,568</u>	<u>25,811</u>
Receipts over (under) expenditures	(59,145)	652,584
Unencumbered cash, beginning	679,197	626,147
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>6,095</u>	<u>-</u>
Unencumbered cash, ending	<u><u>\$ 626,147</u></u>	<u><u>\$ 1,278,731</u></u>

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Grant Activity
Statement of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Miscellaneous Grants	2017 Title I Focus School	2017 Title I	2016 Title I-D Local Delinquent
Receipts:				
Federal sources	\$ 14,145	\$ 30,000	\$ 2,030,408	\$ 18,000
State and local sources	-	-	-	-
Other	100,082	-	-	-
Total receipts	114,227	30,000	2,030,408	18,000
Expenditures:				
Administration:				
Salary	-	1,674	-	-
Employee benefits	-	238	-	-
Contracted services	-	-	-	-
Other	-	-	-	-
Instruction:				
Salary	60	-	1,567,111	15,000
Employee benefits	5	6,936	442,203	6,200
Inservice	-	-	-	-
Supplies	158,631	21,152	21,094	1,975
Other	-	-	-	-
Transportation	-	-	-	-
Equipment	-	-	-	-
Vocational education projects	-	-	-	-
Total expenditures	158,696	30,000	2,030,408	23,175
Receipts over (under) expenditures	(44,469)	-	-	(5,175)
Unencumbered cash (deficit), beginning	201,115	-	-	5,175
Adjustment to unencumbered cash for prior year canceled encumbrances	-	-	-	-
Unencumbered cash, ending	\$ 156,646	\$ -	\$ -	\$ -

(continued)

2017 Title I-D Local Delinquent	2017 Title I Part C Migrant Education	2017 Title I Part C Migrant Family Literacy	2017 Title I Part C Migrant Summer	2017 Carl Perkins Program Improvement	2017 Title II-A Improving Teacher Quality
\$ 36,848	\$ 647,500	\$ 80,000	\$ 22,142	\$ 74,774	\$ 292,566
-	-	-	-	-	-
-	-	-	-	-	-
36,848	647,500	80,000	22,142	74,774	292,566
-	6,017	-	2,767	-	-
-	99,435	-	-	-	-
-	-	-	-	-	5,813
-	-	-	-	-	2,392
31,279	404,201	48,760	16,170	-	159,185
5,569	125,429	7,702	1,229	-	16,745
-	7,070	-	-	-	108,338
-	5,348	23,538	1,976	-	93
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	74,774	-
36,848	647,500	80,000	22,142	74,774	292,566
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Grant Activity
Statement of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	2017 Targeted Improvement	2017 Title VI-B	2017 Early Childhood
Receipts:			
Federal sources	\$ 80,319	\$ 1,477,257	\$ 61,351
State and local sources	-	-	-
Other	-	-	-
Total receipts	<u>80,319</u>	<u>1,477,257</u>	<u>61,351</u>
Expenditures:			
Administration:			
Salary	-	-	-
Employee benefits	-	-	-
Contracted services	34,793	-	-
Other	-	-	-
Instruction:			
Salary	25,451	1,074,308	61,351
Employee benefits	1,840	285,675	-
Inservice	2,801	39,283	-
Supplies	7,060	54,830	-
Other	-	-	-
Transportation	-	-	-
Equipment	8,374	23,161	-
Vocational education projects	-	-	-
Total expenditures	<u>80,319</u>	<u>1,477,257</u>	<u>61,351</u>
Receipts over (under) expenditures	-	-	-
Unencumbered cash (deficit), beginning	-	-	-
Adjustment to unencumbered cash for prior year canceled encumbrances	-	-	-
Unencumbered cash, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

SCHEDULE 2-S

2017 English Language Learners	2017 Child Homeless	2016 Kansas Reading Roadmap	2017 Kansas Reading Roadmap	Total (Memorandum Only)	Total Prior Year
\$ 248,737	\$ 22,000	\$ -	\$ -	\$ 5,136,047	\$ 4,910,270
-	-	125,373	528,614	653,987	51,039
-	-	-	15,551	115,633	74,820
<u>248,737</u>	<u>22,000</u>	<u>125,373</u>	<u>544,165</u>	<u>5,905,667</u>	<u>5,036,129</u>
-	-	-	-	10,458	224,765
-	-	-	-	99,673	42,564
10	-	-	-	40,616	16,476
194,270	-	-	1,598	198,260	232,952
52,084	-	100,886	358,650	3,914,496	3,067,724
334	-	8,981	64,042	972,890	823,289
-	5,772	-	5,597	168,861	267,007
2,039	16,228	3,136	31,128	348,228	315,324
-	-	-	55,005	55,005	600
-	-	7,085	11,239	18,324	680
-	-	-	-	31,535	41,090
-	-	-	-	74,774	74,659
<u>248,737</u>	<u>22,000</u>	<u>120,088</u>	<u>527,259</u>	<u>5,933,120</u>	<u>5,107,130</u>
-	-	5,285	16,906	(27,453)	(71,001)
-	-	(5,285)	-	201,005	272,002
-	-	-	-	-	4
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,906</u>	<u>\$ 173,552</u>	<u>\$ 201,005</u>

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Bond and Interest Fund
Statement of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Over (Under)
Receipts:				
Ad valorem tax	\$ 2,611,536	\$ 1,759,204	\$ 1,810,971	\$ (51,767)
Delinquent tax	73,809	64,546	42,158	22,388
Motor vehicle tax	354,942	322,297	214,013	108,284
Recreational vehicle tax	9,538	3,538	2,340	1,198
Other county sources	32,840	41,259	79,500	(38,241)
State sources	2,630,861	3,109,475	2,737,055	372,420
Machinery and equipment aid	-	5,976	-	5,976
Federal tax credit	685,231	2,081,132	2,066,781	14,351
Interest	-	5,213	-	5,213
Total receipts	<u>6,398,757</u>	<u>7,392,640</u>	<u>\$ 6,952,818</u>	<u>\$ 439,822</u>
Expenditures:				
Debt service:				
Principal	1,405,000	1,815,000	\$ 1,815,000	\$ -
Interest and fiscal charges	<u>5,684,726</u>	<u>5,320,402</u>	<u>5,320,602</u>	<u>(200)</u>
Total expenditures	<u>7,089,726</u>	<u>7,135,402</u>	<u>\$ 7,135,602</u>	<u>\$ (200)</u>
Receipts over (under) expenditures	(690,969)	257,238		
Unencumbered cash, beginning	<u>3,511,069</u>	<u>2,820,100</u>		
Unencumbered cash, ending	<u>\$ 2,820,100</u>	<u>\$ 3,077,338</u>		

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Student Activity Funds
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2017

	Balance July 1, 2016	Cash Receipts	Cash Disburse- ments	Balance June 30, 2017
<u>Student Organization Accounts</u>				
5k Race - HGMS	\$ -	\$ 2,860	\$ 1,411	\$ 1,449
Ag. Built Club - GCHS	821	1,269	605	1,485
Anime Club - GCHS	152	-	152	-
AP Test Fees - GCHS	1,509	7,290	7,655	1,144
Art Club - GCHS	303	2,186	1,758	731
Avid Club - GCHS	3,860	16,871	17,267	3,464
Band Club - GCHS	200	13,016	8,020	5,196
Band Club - HGMS	3,917	943	1,616	3,244
Basketball Club - HGMS	4,264	781	2,561	2,484
Basketball Club, Boys - GCHS	4,290	1,439	1,739	3,990
Basketball Club, Girls - GCHS	2,110	325	544	1,891
Bernadine Sitts Intermediate Center	36,271	16,472	16,184	36,559
Book Club - GCHS	308	414	-	722
Book Fair - AHMS	2,288	1,287	1,377	2,198
Buff Grill Club - GCHS	6,228	5,982	632	11,578
Buffalo Broadcasting Club - GCHS	7,327	2,760	4,483	5,604
Buffalo Key Club - GCHS	353	-	353	-
Career Assoc Club - GCHS	695	760	941	514
Charles Stone Intermediate Center	2,245	10,303	10,313	2,235
Chess Club - GCHS	1	60	-	61
Clay Target Club - GCHS	-	566	562	4
Coffee Shop - GCHS	-	35,602	21,568	14,034
Computer Club - GCHS	10,912	20	5,180	5,752
Cross Country Club - GCHS	341	1,237	456	1,122
Culture T.E.A.M. Club - GCHS	1,161	-	-	1,161
Early Childhood Fees - GE	-	21,427	6,803	14,624
FB Black Shirts Club - GCHS	2,241	25,510	20,906	6,845
FBLA Club - GCHS	1,884	161	213	1,832
FCCLA Club - GCHS	3,186	6,300	5,850	3,636
FCCLA Club - HGMS	281	-	-	281
FCCLA Club - KHMS	1,721	-	1,721	-
FFA Club - GCHS	4,680	11,888	9,131	7,437
Fitness Club - GCHS	245	-	245	-
Folkloric Dance Club - GCHS	568	-	-	568
Football Club - KHMS	626	-	569	57
GCHS Dance Team Club	2,964	10,477	9,246	4,195
Gifted Enrichment Club - GCHS	190	2,785	1,815	1,160
Golf Club, Boys - GCHS	1,957	-	797	1,160
Golf Club, Girls - GCHS	5	500	84	421
Green Club - GCHS	1,197	-	1,197	-
GSA Club - GCHS	386	431	662	155
Hawk Club - HGMS	3,773	4,103	4,786	3,090
HOSA Club - GCHS	1,855	-	729	1,126
Interact Club - GCHS	459	-	-	459
Intramurals - GCHS	3,092	-	3,092	-
Iron Buffalo Club - GCHS	6,786	5,274	2,351	9,709
Junior Class Club - GCHS	2,301	19,025	13,118	8,208
Kansas History Day Club - GCHS	525	-	-	525

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Student Activity Funds
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2017

	Balance July 1, 2016	Cash Receipts	Cash Disburse- ments	Balance June 30, 2017
<u>Student Organization Accounts</u>				
<u>(continued)</u>				
La Familia Club - GCHS	\$ 1,492	\$ 2,849	\$ 3,302	\$ 1,039
League of Legends Club - GCHS	85	-	-	85
Lounge - AB	952	297	450	799
Lounge - AH	-	551	551	-
Lounge - BJ	65	-	-	65
Lounge - ES	1,569	846	767	1,648
Lounge - GCAEC	-	34	34	-
Lounge - GM	6	19	25	-
Lounge - GW	633	587	626	594
Lounge - HGMS	2,884	4,970	5,691	2,163
Lounge - JW	-	315	315	-
National Forensic League Club - GCHS	2,988	12,288	9,748	5,528
National Honor Society Club - GCHS	772	990	4	1,758
Orchestra Club - GCHS	2,517	8,657	9,556	1,618
Orchestra Club - HGMS	6,887	2,311	3,500	5,698
Pep Club - GCHS	26,691	31,503	47,375	10,819
Pep Club - HGMS	859	-	238	621
Pep Club - KHMS	77	-	69	8
Photography Club - GCHS	706	-	706	-
Physical Fees - GCHS	10,042	4,021	1,678	12,385
Robotics Camp - GCHS	400	4,430	3,560	1,270
Robotics/TSA Club - GCHS	641	3,839	3,438	1,042
SADD - GCHS	471	-	275	196
SADD - HGMS	-	149	121	28
Science Club - GCHS	81	-	81	-
Science Olympiad Club - HGMS	-	8,551	6,102	2,449
Senior Class Club - GCHS	3,420	-	-	3,420
Skills USA Club - GCHS	1,325	3,134	3,998	461
Soccer Club - GCHS	6	-	-	6
Soccer Club - HGMS	1,420	755	312	1,863
Sound Effects Club - GCHS	1,071	12,907	12,462	1,516
Spanish Club - GCHS	198	-	98	100
Spanish NHS Club - GCHS	698	970	1,101	567
Special Education Popcorn - GCHS	441	7,229	3,152	4,518
Special Education Popcorn - HGMS	4,931	8,531	8,317	5,145
Sponsorship Agreements - GCHS	-	20,350	6,460	13,890
Student Council - HGMS	22,845	9,272	11,473	20,644
Student Council Club - GCHS	3,516	9,403	9,778	3,141
Student Council Club - KHMS	2,091	384	1,071	1,404
Student Fundraising - AB	345	1,202	1,056	491
Student Fundraising - AH	3,718	253	2,735	1,236
Student Fundraising - BJ	31	-	-	31
Student Fundraising - ES	73	12	-	85
Student Fundraising - FW	2,012	2,934	2,365	2,581
Student Fundraising - GCHS	2,079	3,892	3,297	2,674
Student Fundraising - GM	11,935	4,223	3,533	12,625
Student Fundraising - GW	1,995	3,650	3,680	1,965

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Student Activity Funds
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2017

	Balance July 1, 2016	Cash Receipts	Cash Disburse- ments	Balance June 30, 2017
<u>Student Organization Accounts</u> (continued)				
Student Fundraising - HGMS	\$ 1,925	\$ 1,496	\$ 1,063	\$ 2,358
Student Fundraising - JB	1,875	270	-	2,145
Student Fundraising - JW	2,515	700	545	2,670
Student Fundraising - KHMS	21,707	33,115	36,691	18,131
Student Fundraising - PL	1,398	1,980	1,410	1,968
Student Fundraising - VO	466	-	72	394
Student ID Fees - GCHS	5,736	4,930	3,353	7,313
Sugar Beet Club - GCHS	17,835	8,500	5,409	20,926
Swim Club - GCHS	-	3,452	2,980	472
Tennis Club - GCHS	-	1,280	671	609
Thespians Society Club - GCHS	5,515	9,065	12,149	2,431
Track Club - HGMS	4,119	2,382	102	6,399
Tracksters Club - GCHS	7,462	22,031	25,794	3,699
Volleyball Club - GCHS	2,720	328	1,787	1,261
Volleyball Club - HGMS	1,944	3,811	2,020	3,735
Wanderlust Club - GCHS	173	115	288	-
Wrestling Club - HGMS	1,311	19	96	1,234
Wrestling Club - GCHS	571	471	759	283
Writing Club - GCHS	125	-	125	-
Yearbook Club - HGMS	1,700	3,755	2,730	2,725
Yearbook Club - KHMS	10	1,940	1,854	96
YEK Club - GCHS	14	-	14	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total	\$ 334,567	\$ 506,272	\$ 461,704	\$ 379,135
	<hr/>	<hr/>	<hr/>	<hr/>

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

	Unencumbered Cash Balance July 1, 2016	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2017	Outstanding Encumbrances and Accounts Payable	Treasurer's Cash Balance June 30, 2017
Fees and User Charges						
Activity Tickets - GCHS	\$ -	\$ 7,700	\$ 7,700	\$ -	\$ 40	\$ 40
Band / Orchestra Rental Fee - GCHS	-	3,564	3,564	-	325	325
Cafeteria	-	815,458	815,458	-	11,282	11,282
Counselors - GCHS	-	654	654	-	1,060	1,060
Instructional Materials Fees	-	4,701	4,701	-	252	252
Instructional Materials Fees - BCIS	-	11,284	11,284	-	798	798
Instructional Materials Fees - CSIC	-	10,253	10,253	-	500	500
Instructional Materials Fees - Elem	-	55,580	55,580	-	4,567	4,567
Instructional Materials Fees - GCHS	-	68,502	68,502	-	892	892
Instructional Materials Fees - HGMS	-	16,803	16,803	-	671	671
Instructional Materials Fees - KHMS	-	9,868	9,868	-	576	576
iPad Insurance - GCHS	-	91,992	91,992	-	159,266	159,266
Library Late Fees / Lost Book - CSIC	-	347	347	-	895	895
Library Late Fees / Lost Book - HGMS	-	494	494	-	1,430	1,430
Library Late Fees / Lost Book - KHMS	-	14	14	-	873	873
Lost Agenda Fees - BCIS	-	27	27	-	67	67
Lost Agenda Fees - CSIC	-	1,154	1,154	-	-	-
Lost Textbook Fees - BCIS	-	306	306	-	3,272	3,272
Lost Textbook Fees - GCHS	-	903	903	-	8,358	8,358
Lost Textbook Fees - HGMS	-	18	18	-	1,125	1,125
Lost Textbook Fees - KHMS	-	34	34	-	101	101
Shop Fees - KHMS	-	-	-	-	279	279
Technology Lab Fees - HGMS	-	892	892	-	1,367	1,367
Total fees and user charges	-	1,100,548	1,100,548	-	197,996	197,996
Gate Receipts						
Rocky Weldon Wrestling - GCHS	-	16,769	16,769	-	18,112	18,112
Roundball Classic - GCHS	-	17,538	17,538	-	12,970	12,970
Season Tickets - GCHS	-	12,646	12,646	-	276	276
Total gate receipts	-	46,953	46,953	-	31,358	31,358
School Events						
Athletic Director - GCHS	-	4,150	4,150	-	1,501	1,501
Athletic Director - HGMS	-	1,996	1,996	-	9,472	9,472
Athletic Director - KHMS	-	-	-	-	1,285	1,285
Athletic Training - GCHS	-	4,896	4,896	-	6,008	6,008
Band - GCHS	-	5,671	5,671	-	1,043	1,043
Baseball - GCHS	-	8,158	8,158	-	673	673
Basketball, Boys - GCHS	-	8,216	8,216	-	3,999	3,999
Basketball, Boys - HGMS	-	59	59	-	1,627	1,627
Basketball, Boys - KHMS	-	600	600	-	188	188
Basketball, Girls - GCHS	-	7,701	7,701	-	2,224	2,224
Basketball, Girls - HGMS	-	954	954	-	1,259	1,259
Basketball, Girls - KHMS	-	500	500	-	195	195
Bowling - GCHS	-	3,125	3,125	-	125	125
Cheerleaders - GCHS	-	3,035	3,035	-	1,133	1,133
Commencement and Awards - GCHS	-	608	608	-	9,981	9,981
Cross Country - GCHS	-	3,009	3,009	-	-	-
Cross Country - HGMS	-	1,054	1,054	-	1,292	1,292
Cross Country - KHMS	-	577	577	-	960	960
Debate - GCHS	-	4,604	4,604	-	341	341
Drama - GCHS	-	21	21	-	39	39
EMS/Security - GCHS	-	4,495	4,495	-	6,811	6,811
EMS/Security - HGMS	-	-	-	-	10,732	10,732
EMS/Security - KHMS	-	1,616	1,616	-	75	75
Football - GCHS	-	18,411	18,411	-	-	-
Football - HGMS	-	3,810	3,810	-	-	-
Football - KHMS	-	1,150	1,150	-	-	-
Forensics - GCHS	-	2,539	2,539	-	277	277
Golf, Boys - GCHS	-	2,510	2,510	-	1,411	1,411
Golf, Girls - GCHS	-	3,065	3,065	-	1,156	1,156
KSHAA/Entry Fees - GCHS	-	7,917	7,917	-	6,920	6,920
KSHAA/Entry Fees - HGMS	-	3,380	3,380	-	-	-

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

	Unencumbered Cash Balance July 1, 2016	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2017	Outstanding Encumbrances and Accounts Payable	Treasurer's Cash Balance June 30, 2017
<u>School Events (continued)</u>						
KSHAA/Entry Fees - KHMS	\$ -	\$ 2,880	\$ 2,880	\$ -	\$ 556	\$ 556
Musical - GCHS	-	12,209	12,209	-	12,773	12,773
Officials - GCHS	-	20,388	20,388	-	41,161	41,161
Officials - HGMS	-	11,110	11,110	-	1,848	1,848
Officials - KHMS	-	10,120	10,120	-	718	718
Orchestra - GCHS	-	2,298	2,298	-	253	253
Orchestra - HGMS	-	250	250	-	110	110
Soccer, Boys - GCHS	-	4,000	4,000	-	3,394	3,394
Soccer, Boys - HGMS	-	974	974	-	943	943
Soccer, Boys - KHMS	-	640	640	-	598	598
Soccer, Girls - GCHS	-	4,000	4,000	-	4,209	4,209
Soccer, Girls - HGMS	-	341	341	-	1,988	1,988
Soccer, Girls - KHMS	-	600	600	-	435	435
Softball - GCHS	-	6,190	6,190	-	728	728
Swimming - GCHS	-	1,911	1,911	-	1,119	1,119
Tennis, Boys - GCHS	-	2,681	2,681	-	274	274
Tennis, Girls - GCHS	-	2,534	2,534	-	78	78
Track - GCHS	-	5,236	5,236	-	-	-
Track - HGMS	-	2,152	2,152	-	826	826
Track - KHMS	-	600	600	-	465	465
Vocal Music - GCHS	-	4,534	4,534	-	485	485
Vocal Music - HGMS	-	1,790	1,790	-	1,248	1,248
Vocal Music - KHMS	-	50	50	-	3,566	3,566
Volleyball - GCHS	-	5,510	5,510	-	1,998	1,998
Volleyball - HGMS	-	500	500	-	3,597	3,597
Volleyball - KHMS	-	736	736	-	683	683
Wrestling - GCHS	-	4,219	4,219	-	604	604
Wrestling - HGMS	-	2,079	2,079	-	3,043	3,043
Wrestling - KHMS	-	600	600	-	614	614
Yearbook - GCHS	-	16,646	16,646	-	24,090	24,090
Total school events	-	235,605	235,605	-	183,131	183,131
<u>School Project Accounts</u>						
Band - HGMS	-	877	877	-	2,477	2,477
Band - KHMS	-	1,582	1,582	-	779	779
ESC Accounts	-	1,700	1,700	-	3,889	3,889
Lori Peister Memorial - KHMS	-	-	-	-	253	253
Total school project accounts	-	4,159	4,159	-	7,398	7,398
<u>Special Revolving Agency Accounts</u>						
Band / Orchestra Rental Fee - BSIC	-	4,223	4,223	-	150	150
Band / Orchestra Rental Fee - CSIC	-	4,716	4,716	-	398	398
Band / Orchestra Rental Fee - HGMS	-	4,087	4,087	-	100	100
Band / Orchestra Rental Fee - KHMS	-	2,225	2,225	-	160	160
Equipment / Uniforms - GCHS	-	33,368	33,368	-	60,039	60,039
Equipment / Uniforms - HGMS	-	8,900	8,900	-	17,182	17,182
Equipment / Uniforms - KHMS	-	1,960	1,960	-	1,547	1,547
Gate Receipts - GCHS	-	47,027	47,027	-	-	-
Gate Receipts - HGMS	-	10,756	10,756	-	19,085	19,085
Gate Receipts - KHMS	-	8,756	8,756	-	16,940	16,940
Interest - savings	-	669	669	-	717	717
KSHAA Regional - GCHS	-	24,147	24,147	-	13,673	13,673
State Expenses - GCHS	-	9,855	9,855	-	750	750
State sales tax	-	26,875	26,875	-	1,837	1,837
Student Fund Supplies	-	-	-	-	10,164	10,164
Total special revolving agency accounts	-	187,564	187,564	-	142,742	142,742
Total District Activity Funds	\$ -	\$ 1,574,829	\$ 1,574,829	\$ -	\$ 562,625	\$ 562,625

SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
General Fund
Schedule of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over Under
Instruction:				
Salaries	\$ 824,838	\$ 851,979	\$ 1,226,115	\$ (374,136)
Employee benefits	460,689	461,505	633,912	(172,407)
Purchased professional and technical services	57,392	58,206	61,500	(3,294)
Other purchased services	78,227	89,265	41,000	48,265
Supplies	764,890	783,493	961,164	(177,671)
Equipment	366,377	312,845	145,548	167,297
Other	179,246	197,499	893,500	(696,001)
Total instruction	2,731,659	2,754,792	3,962,739	(1,207,947)
Student support services:				
Salaries	1,878,844	1,853,499	1,963,100	(109,601)
Employee benefits	450,155	451,361	483,220	(31,859)
Purchased professional and technical services	251,107	266,023	266,024	(1)
Supplies	60,529	66,347	62,584	3,763
Total student support services	2,640,635	2,637,230	2,774,928	(137,698)
Instructional support staff:				
Salaries	1,693,378	1,620,912	2,280,305	(659,393)
Employee benefits	463,817	449,885	599,805	(149,920)
Purchased professional and technical services	18,262	4,481	17,032	(12,551)
Other purchased services	325	300	300	-
Supplies	134,106	125,594	136,604	(11,010)
Total instructional support staff	2,309,888	2,201,172	3,034,046	(832,874)
General administration:				
Salaries	560,030	571,532	557,422	14,110
Employee benefits	98,443	100,406	110,780	(10,374)
Purchased professional and technical services	92,040	83,030	112,000	(28,970)
Other purchased services	39,680	63,935	39,600	24,335
Supplies	16,399	17,473	17,443	30
Other	19,977	36,083	31,000	5,083
Total general administration	826,569	872,459	868,245	4,214
School administration:				
Salaries	2,971,928	2,991,512	3,040,300	(48,788)
Employee benefits	774,273	794,488	722,360	72,128
Supplies	71,090	58,501	66,027	(7,526)
Total school administration	3,817,291	3,844,501	3,828,687	15,814

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
General Fund
Schedule of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year	Actual	Budget	Over (Under)
(continued)				
Central services:				
Salaries	\$ 1,288,013	\$ 1,261,969	\$ 615,500	\$ 646,469
Employee benefits	328,756	322,770	208,160	114,610
Purchased professional and technical services	-	-	10,000	(6,453)
Other purchased services	4,869	3,547	57,154	(37,020)
Supplies	83,931	20,134	15,500	(15,500)
Other	-	-	100	(100)
Total central services	<u>1,705,569</u>	<u>1,608,420</u>	<u>906,414</u>	<u>702,006</u>
Operations and maintenance:				
Salaries	3,147,925	3,136,572	3,242,250	(105,678)
Employee benefits	1,144,301	1,113,750	1,054,860	58,890
Purchased professional and technical services	142,184	99,241	147,000	(47,759)
Purchased property services	370,445	387,931	653,703	(265,772)
Other purchased services	603,244	421,515	683,900	(262,385)
Supplies	<u>2,456,963</u>	<u>2,375,001</u>	<u>2,550,744</u>	<u>(175,743)</u>
Total operations and maintenance	<u>7,865,062</u>	<u>7,534,010</u>	<u>8,332,457</u>	<u>(798,447)</u>
Student transportation supervision:				
Salaries	220,752	229,047	284,800	(55,753)
Employee benefits	59,511	60,501	67,120	(6,619)
Supplies	<u>4,748</u>	<u>5,715</u>	<u>4,000</u>	<u>1,715</u>
Total student transportation supervision	<u>285,011</u>	<u>295,263</u>	<u>355,920</u>	<u>(60,657)</u>
Vehicle operating services:				
Salaries	715,227	648,893	895,400	(246,507)
Employee benefits	298,108	285,000	335,520	(50,520)
Purchased professional and technical services	8,797	6,767	-	6,767
Other purchased services	912	2,209	45,000	(42,791)
Motor fuel	138,124	111,952	205,000	(93,048)
Other	<u>-</u>	<u>-</u>	<u>16,500</u>	<u>(16,500)</u>
Total vehicle operating services	<u>1,161,168</u>	<u>1,054,821</u>	<u>1,497,420</u>	<u>(442,599)</u>

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
General Fund
Schedule of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Vehicle services and maintenance services:				
Salaries	\$ 137,560	\$ 143,771	\$ 158,700	\$ (14,929)
Employee benefits	48,755	52,437	56,600	(4,163)
Purchased professional and technical services	21,070	59,406	-	59,406
Purchased property services	27,003	24,687	23,700	987
Other purchased services	147,277	154,043	-	154,043
Supplies	153	127	121,918	(121,791)
Equipment	-	-	7,800	(7,800)
Other	-	-	200	(200)
Total vehicle services and maintenance services	381,818	434,471	368,918	65,553
Other student transportation services:				
Salaries	225	460	-	460
Employee benefits	3,568	3,625	-	3,625
Other purchased services	231	2,040	-	2,040
Equipment	12,127	6,273	-	6,273
Total other student transportation services	16,151	12,398	-	12,398
Other supplemental services:				
Salaries	19,969	20,241	-	20,241
Employee benefits	2,190	4,364	-	4,364
Other	28,440	2,216	-	2,216
Total other supplemental services	50,599	26,821	-	26,821
Community service operations:				
Crossing guards	40,757	42,520	-	42,520
Architectural and engineering services	96	75	-	75

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
General Fund
Schedule of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year	Actual	Budget	Variance Over (Under)
(continued)				
Operating transfers out:				
Supplemental General	\$ 9,153,630	\$ -	\$ -	\$ -
At Risk (4 year old)	550,000	550,000	500,000	50,000
At Risk (K-12)	9,140,000	8,750,000	9,200,000	(450,000)
Bilingual Education	2,710,000	2,650,000	2,450,000	200,000
Virtual Education	150,000	100,000	50,000	50,000
Capital Outlay	744,933	242,048	-	242,048
Professional Development	525,000	300,000	-	300,000
Parent Education	98,698	108,418	98,698	9,720
Summer School	-	30,000	-	30,000
Special Education	8,550,000	8,900,000	7,900,000	1,000,000
Vocational Education	1,030,000	1,050,000	750,000	300,000
KPERS Special Retirement Contribution	4,162,797	4,006,082	5,732,455	(1,726,373)
Contingency Reserve	500,000	1,200,000	500,000	700,000
Textbook Rental	400,000	500,000	300,000	200,000
Total operating transfers out	37,715,058	28,386,548	27,481,153	905,395
Adjustment to comply with Legal Max	-	-	(1,705,426)	1,705,426
Total	61,547,331	51,705,501	51,705,501	-
Adjustment for Qualifying Budget Credits:				
Juvenile detention center	143,155	84,743	84,743	-
Total	143,155	84,743	84,743	-
Total expenditures	\$ 61,690,486	\$ 51,790,244	\$ 51,790,244	\$ -

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

<u>Federal Agency / Program</u>	<u>Federal CFDA Number</u>	<u>Federal Agency or Pass-Through Grant Number</u>	<u>Expenditures</u>
<u>U.S. Department of Agriculture Food and Nutrition Service</u>			
Passed through Kansas Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	2017	\$ 739,499
National School Lunch Program	10.555	2017	2,721,908
Summer Food Service Program for Children	10.559	2017	97,184
Total Child Nutrition Cluster			3,558,591
Professional Standards for School Nutrition Employees	10.547	2017	4,000
State Administrative Expenses for Child Nutrition	10.560	2017	1,250
Team Nutrition Grants	10.574	2017	18,004
Fresh Fruit & Vegetable Program	10.582	2017	30,336
Total U.S. Department of Agriculture Food and Nutrition Service			3,612,181
<u>U.S. Department of Education Office of Elementary and Secondary Education</u>			
Passed through Kansas Department of Education:			
Special Education Cluster (IDEA):			
Special Education - Grants to States:			
Title VI-B	84.027	H027A150031	\$ 1,475,771
Title VI-B IDEA Administration	84.027	2017	458
Targeted Improvement	84.027	2017	72,493
Special Education - Preschool Grants:			
Early Childhood	84.173	H173A160034	61,351
Total Special Education Cluster (IDEA):			1,610,073
Title I Grants to Local Educational Agencies:			
Title I	84.010	2017	2,025,092
Title I - School Improvement	84.010	2016	15,073
Title I-D - Local Delinquency	84.010	2017	1,017
Title I-D - Local Delinquency	84.010	2016	23,175
Migrant Education - State Grant Program:			
Title I Part C - Migrant Education	84.011	2017	647,275
Title I Part C - Migrant Family Literacy	84.011	2017	43,121
Title I Part C - Migrant Summer	84.011	2017	22,142
			712,538

(continued)

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

Federal Agency / Program	Federal CFDA Number	Federal Agency or Pass-Through Grant Number	Expenditures
(continued)			
Career & Technical Grants - Basic Grants to States:			
Carl Perkins Program Improvement Education for Homeless Children and Youth:	84.048	2017	\$ 45,993
Homeless Child	84.196	2017	19,182
English Language Acquisition State Grants:			
English Language Learners	84.365	2017	248,112
Supporting Effective Instruction State Grants:			
Title II-A - Improving Teacher Quality	84.367	S367A160015	\$ 214,286
Title II-A - Improving Teacher Quality	84.367	2017	187
			<u>214,473</u>
Total U.S. Department of Education Elementary and Secondary Education			<u>4,914,728</u>
<u>U.S. Department of Health and Human Services Centers for Disease Control and Prevention</u>			
Passed through Kansas Department of Education:			
Temporary Assistance for Needy Families:			
Parents as Teachers	93.558	2017	166,796
Cooperative Agreements to Promote Adolescent Health through School Based HIV/STD Prevention and School Based Surveillance	93.079	2017	<u>1,300</u>
Total U.S. Department of Health and Human Services Centers for Disease Control and Prevention			<u>168,096</u>
TOTAL			<u>\$ 8,695,005</u>

The accompanying Notes to Schedule of Expenditures of Federal Awards are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the Unified School District No. 457, Garden City, Kansas. The District's reporting entity is defined in Note 1 to the District's regulatory basis financial statement. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule.

2. Basis of accounting

The accompanying Schedule of Expenditures of Federal Awards is presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of Kansas, using the regulatory basis of accounting, which is described in Note 1 to the District's regulatory basis financial statement. However, no encumbrances are included in the expenditures for federal programs.

Migrant Education – State Grant Program receipts and expenditures reported in the District's regulatory basis financial statement differ from that found on grant reports due to the grant having a September 30th year end.

3. Relationship to regulatory basis financial statements

Federal financial assistance expenditures are reported in the District's regulatory basis financial statement as follows:

Special Purpose Funds:

Food service (Schedule 2-I):

Food service operation	\$ 3,588,926
Food service operation - supplies	9,723

Parent education (Schedule 2-K):

Student support staff services	166,796
--------------------------------	---------

Grant activity (Schedule 2-S):

Total expenditures	5,933,120
Plus reimbursed expenditures	1,331
Less encumbrances	(212,993)
Less expenditures from other sources	<u>(791,898)</u>

Total expenditures of federal awards	<u><u>\$ 8,695,005</u></u>
--------------------------------------	----------------------------

4. De minimis cost rate

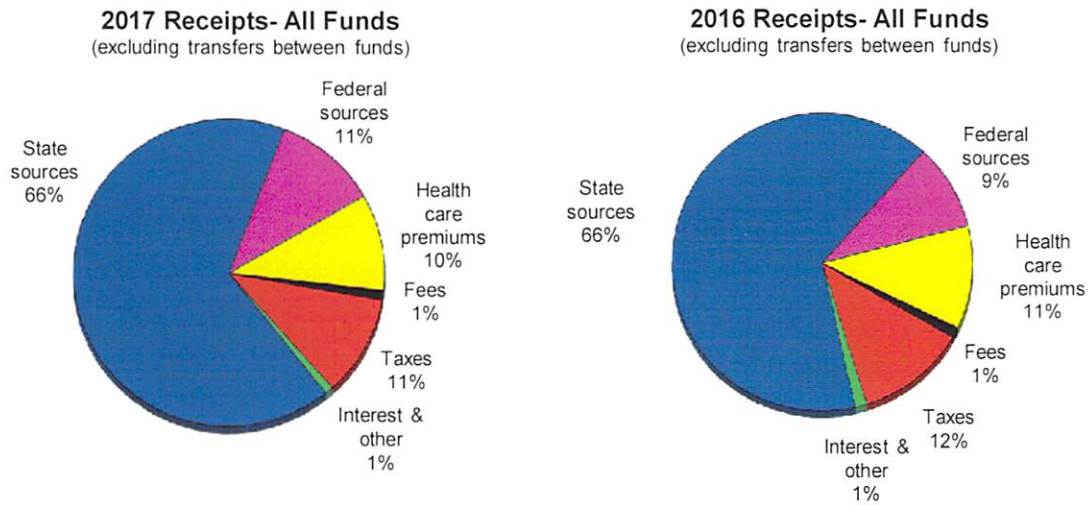
The District has not elected to use the 10% de minimus cost rate.

5. National School Lunch Program

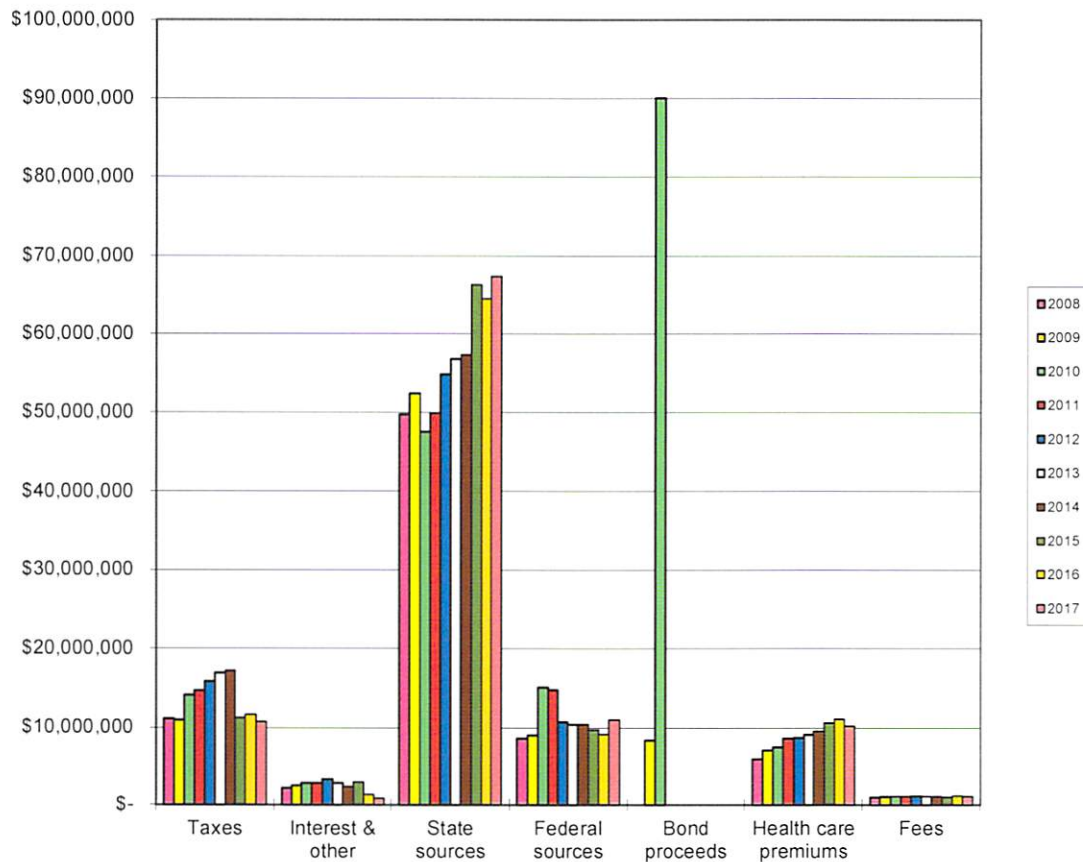
The unencumbered cash balance in the Food service fund at June 30, 2017, is local money. Federal and state funds included in the Food service fund are expended first.

OTHER SUPPLEMENTAL INFORMATION

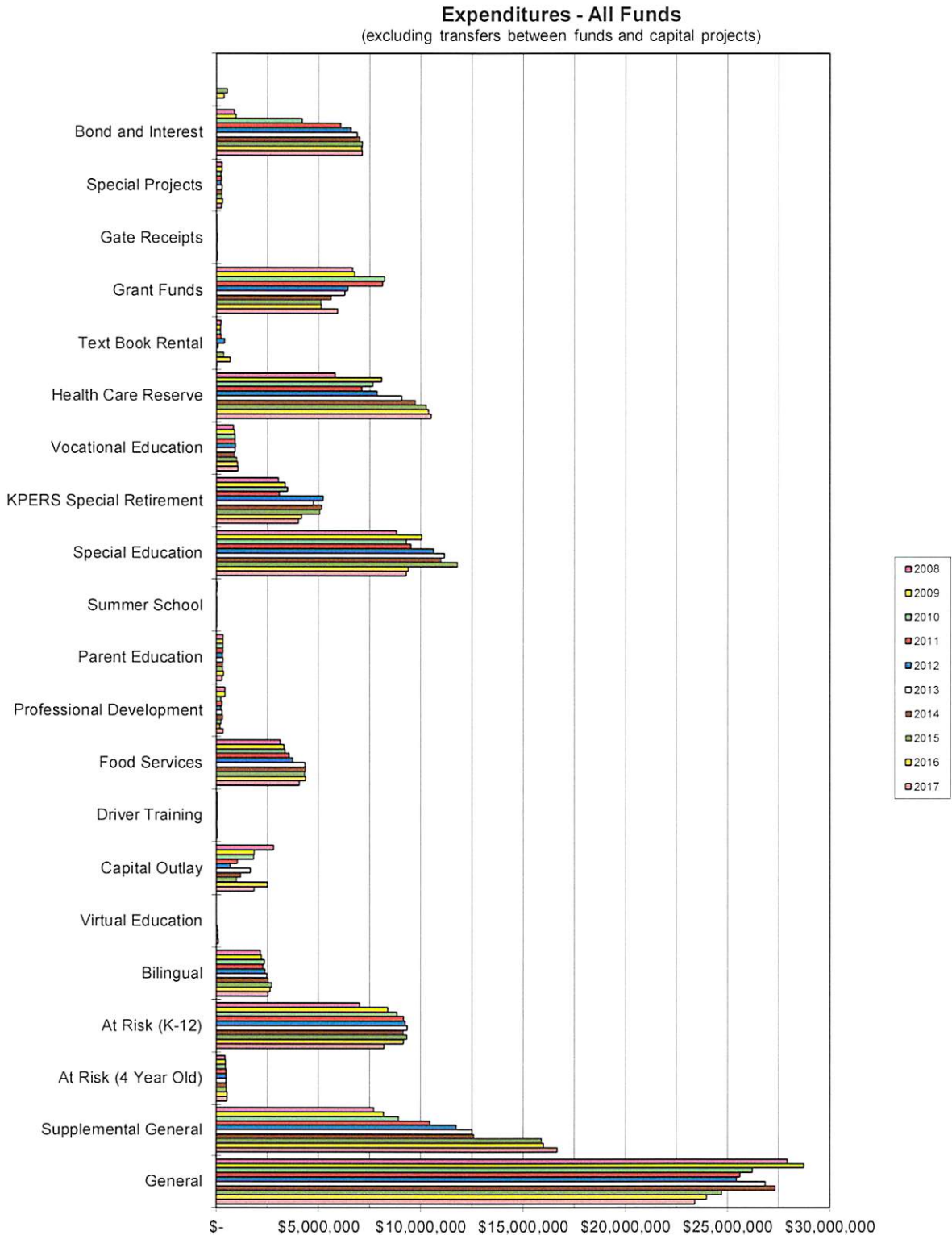
UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Comparison of Receipts
For the Years Ended June 30



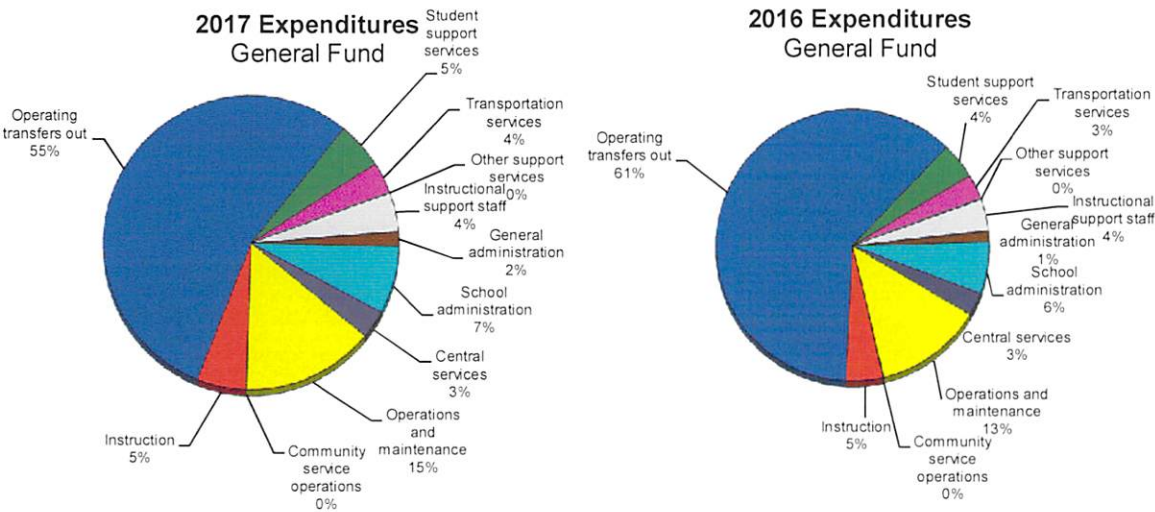
Comparison of Receipts - All Funds
(excluding transfers between funds)



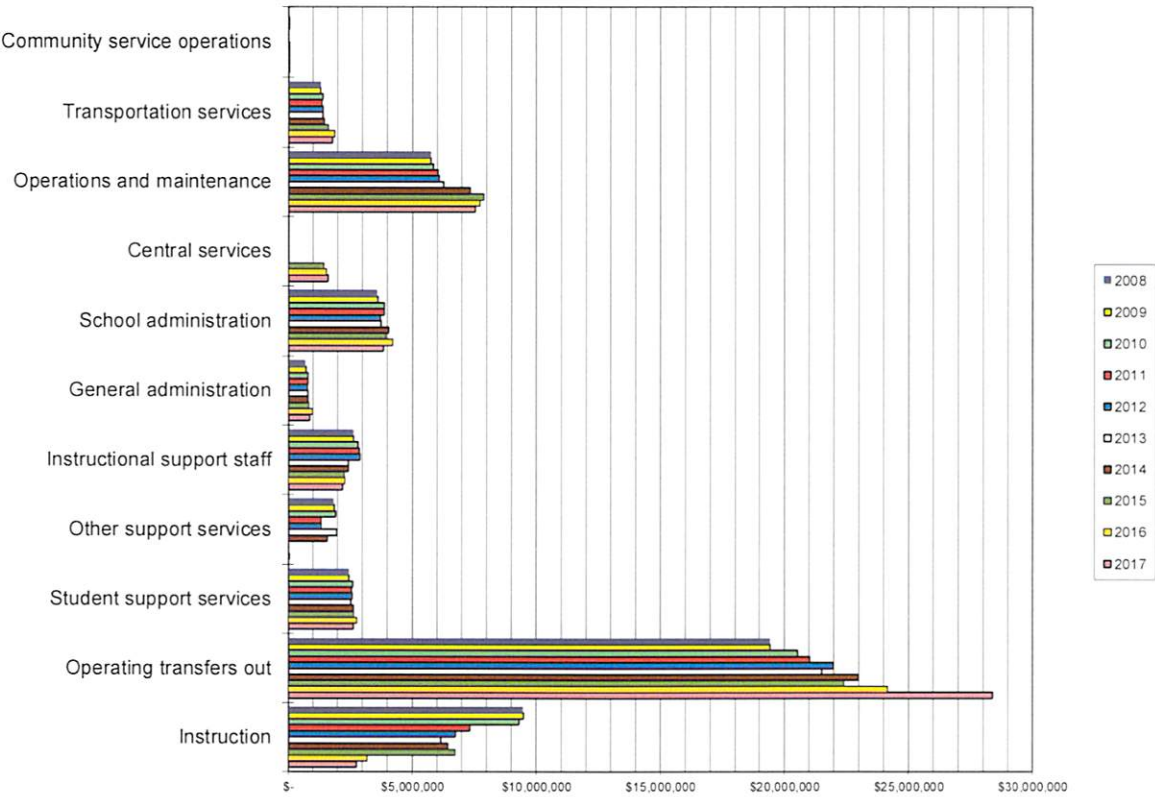
UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Comparison of Expenditures
For the Years Ended June 30



UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Comparison of Expenditures Subject to Legal Max - General Fund
For the Years Ended June 30



Comparison of Expenditures
General Fund



APPENDIX - SINGLE AUDIT



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

Board of Education
Unified School District No. 457
Garden City, Kansas 67846

We have audited, in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide*, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory basis financial statement of Unified School District No. 457, Garden City, Kansas as of and for the year ended June 30, 2017, and the related notes to the financial statement, which collectively comprise the District's basic financial statement, and have issued our report thereon dated December 8, 2017. The District prepares its financial statement on a regulatory basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principle generally accepted in the United States of America.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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


LEWIS, HOOPER & DICK, LLC

December 8, 2017



INDEPENDENT AUDITORS' REPORT
ON COMPLIANCE FOR EACH MAJOR PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH THE UNIFORM GUIDANCE

Board of Education
Unified School District No. 457
Garden City, Kansas 67846

Report on Compliance for Each Major Federal Program

We have audited Unified School District No. 457, Garden City, Kansas, compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2017. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the *Kansas Municipal Audit and Accounting Guide*; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

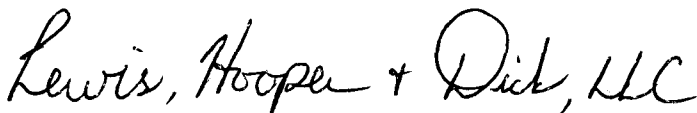
Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

A handwritten signature in black ink that reads "Lewis, Hooper + Dick, LLC". The signature is written in a cursive, flowing style.

LEWIS, HOOPER & DICK, LLC

December 8, 2017

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2017

I. SUMMARY OF AUDITORS' RESULTS

A. Financial Statement

- Type of auditors' report issued:

Adverse (GAAP Basis)
Unmodified (Regulatory Basis)

- Internal control over financial reporting as reported in the INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS:

No
None reported
No

Are any material weaknesses identified?
Are any significant deficiencies identified?
Is any noncompliance material to financial statement noted?

B. Federal Awards

- Internal control over major programs as reported in the INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH THE UNIFORM GUIDANCE:

No
None reported

Are any material weaknesses identified?
Are any significant deficiencies identified?

- Type of auditors' report issued on compliance for major programs:

Unmodified

- Are there any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)?

None

- The programs tested as major programs include:

Program	CFDA	Expenditures
Special Education Cluster (IDEA):		
Special Education - Grants to States:		
Title VI-B	84.027	\$ 1,475,771
Title VI-B IDEA Administration	84.027	458
Targeted Improvement	84.027	72,493
Special Education - Preschool Grants:		
Early Childhood	84.173	61,351
Title I Grants to Local Educational Agencies:		
Title I	84.010	2,025,092
Title I - School Improvement	84.010	15,073
Title I-D - Local Delinquency	84.010	1,017
Title I-D - Local Delinquency	84.010	23,175
Migrant Education - State Grant Program:		
Title I Part C - Migrant Education	84.011	647,275
Title I Part C - Migrant Family Literacy	84.011	43,121
Title I Part C - Migrant Summer	84.011	22,142

UNIFIED SCHOOL DISTRICT NO. 457
GARDEN CITY, KANSAS
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2017

I. SUMMARY OF AUDITORS' RESULTS (continued)

B. Federal Awards (continued)

- Dollar threshold used to distinguish between type A and B programs: \$750,000
- Auditee qualified as low-risk auditee: No

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None



Corrective Action Plan and Comments
on Audit Resolution Matters Relating
to the Federal Award Programs
June 30, 2017

December 8, 2017

Department of Education

Unified School District No. 457, Garden City, Kansas, respectfully submits the following corrective action plan for the year ended June 30, 2017.

Name and address of independent accounting firm: Lewis, Hooper & Dick, LLC
PO Box 699
Garden City, KS 67846

Audit period: July 1, 2016, through June 30, 2017

The findings from the June 30, 2017, Schedule of Findings and Questioned Costs related to the federal award programs are discussed below. The findings are numbered consistently with the number assigned in the Schedule. Section I of the Schedule, Summary of Auditors' Results, does not include findings and is not addressed.

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

IV. STATUS OF CORRECTIVE ACTIONS ON PRIOR FINDINGS

None

If the Department of Education, the oversight agency, has questions regarding this plan, please call K.J. Knoll at 620-805-7005.

Sincerely,

K.J. Knoll
Director of Business Affairs