

Lyndon Unified School District No. 421
Financial Statement
For the Year Ended June 30, 2017

Lyndon Unified School District No. 421
Financial Statement
Regulatory Basis
For the Year Ended June 30, 2017

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INDEPENDENT AUDITOR'S REPORT

December 13, 2017

To the Lyndon USD No. 421 Board

Lyndon, Kansas

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances, of the Lyndon Unified School District No. 421, (District) as of and for the year ended June 30, 2017 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the 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 District's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

As described in Note C of the financial statement, the financial statement is prepared by the District on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a regulatory 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 C 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 my opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In my opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note C.

Other Matter

Supplementary Information

My audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1, and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note C.



John R. Welch C.P.A.
Topeka, Kansas

Lyndon Unified School District No. 421

Summary Statement of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Year Ended June 30, 2017

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General	\$ -	\$ -	\$ 3,444,181.91	\$ 3,443,100.71	\$ 1,081.20	\$ 268,838.14	\$ 269,919.34
Supplemental General (Local Option)	87,438.11	-	1,111,866.98	1,111,848.00	87,457.09	67,696.71	155,153.80
Special Purpose Funds:							
At Risk Fund	-	-	114,914.65	106,267.61	8,647.04	11,163.28	19,810.32
Capital Outlay Fund	806,743.63	-	177,725.98	169,242.55	815,227.06	1,250.00	816,477.06
Driver Training Fund	21,733.87	-	4,798.00	8,713.05	17,818.82	6,814.25	24,633.07
Extraordinary School Program Fund	22,126.67	-	17,112.50	15,587.04	23,652.13	-	23,652.13
Food Service Fund	67,745.37	-	198,543.54	199,978.17	66,310.74	5,267.47	71,578.21
Professional Development Fund	7,338.77	-	4,000.00	3,481.31	7,857.46	135.00	7,992.46
Summer School Fund	4,436.64	-	3,000.00	2,885.42	4,551.22	5,511.68	10,062.90
Special Education Fund	242,655.38	-	812,743.50	783,146.70	272,252.18	-	272,252.18
Vocational Education Fund	-	-	87,377.06	77,326.06	10,051.00	-	10,051.00
KPERS Special Retirement Contribution Fund	-	-	197,697.96	197,697.96	-	-	-
Contingency Reserve Fund	82,767.00	-	-	-	82,767.00	-	82,767.00
Federal Grants	11,033.00	-	98,571.60	92,454.79	17,149.81	2,478.21	19,628.02
Recreation Commission Fund	-	-	46,193.92	46,199.76	(5.84)	-	(5.84)
Textbook and Student Material Revolving Fund	25,747.77	-	31,375.25	18,443.84	38,679.18	252.54	38,931.72
District Activity (Athletic) Fund	3,850.97	-	29,988.49	25,049.45	8,790.01	-	8,790.01
Other Grants	2,459.43	-	12,880.50	6,448.63	8,891.30	-	8,891.30
Trust Funds	12,163.62	-	3,456.35	2,027.50	13,592.47	-	13,592.47
District Activity (Student Organizations) Funds	24,150.98	-	102,652.73	92,072.09	34,731.62	-	34,731.62
Total District	<u>\$ 1,422,391.21</u>	<u>\$ -</u>	<u>\$ 6,499,080.92</u>	<u>\$ 6,401,970.64</u>	<u>\$ 1,519,501.49</u>	<u>\$ 369,407.28</u>	<u>\$ 1,888,908.77</u>
Composition of Cash							
Insured Money Market Accounts							\$ 1,604,111.44
Checking Account							46,245.56
In-Substance Receipt in Transit							247,999.00
Total Primary Government							\$ 1,898,356.00
No Agency Funds							(9,447.23)
Total District							<u>\$ 1,888,908.77</u>

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

NOTE A. MUNICIPAL REPORTING ENTITY

Lyndon Unified School District No. 421 (District) is a municipal corporation as defined in K.S.A. 75-1117. The district is governed by an elected seven-member board entrusted to provide a system of education to elementary and high school students who reside within the designated district area. This financial statement presents USD No. 421 and its related municipal entities. The related municipal entities are included in the District's reporting entity because it was created to benefit the District and/or its constituents.

1. Recreation Commission. USD No. 421 Recreation Commission oversees recreational activities. The recreation commission operates as a separate governing body but the District levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the District are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The District potentially could have the following types of funds.

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

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

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

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

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

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

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

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

NOTE C. BASIS OF ACCOUNTING

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

The District has approved a resolution that it 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.

When regulatory basis financial statements are released for general use, generally accepted auditing standard AU-C-800.21, requires the auditor to express an opinion about whether the financial statement has been prepared in accordance with the special purpose framework. The auditor is also required in a separate paragraph to express an opinion about whether the regulatory, special purpose financial statement is presented fairly, in all material respects, in accordance with GAAP.

NOTE D. BUDGETARY INFORMATION

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget
3. Public hearing on or before August 15th, but at least 10 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

Adjustment for Qualifying Budget Credits - Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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

A legal operating budget is not required for the following funds:

- Contingency Reserve Fund
- Textbook and Student Material Revolving Fund
- Grant Funds
- Trust Funds
- Agency Funds

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

NOTE E. RESTATEMENT OF BEGINNING FUND BALANCES AND CASH

Beginning fund balances for the district as of June 30, 2016 were restated for prior period adjustments. The district determined that the fund balances as reported on the June 30, 2016 financial statement were not supported by the underlying financial records of the district. In addition, it was determined that expenditures related to health benefits were overstated in prior years, do to improper accounting procedures. The following changes to fund balances were made to adjust reported fund balances as of June 30, 2016 to the financial records of the district.

Restated to financial records	As Reported June 30, 2016	Corrected to reflect records
Supplemental General	\$ 84,467.00	\$ 87,438.11
Capital Outlay	792,693.00	806,743.63
Extraordinary School Program	21,947.00	22,126.67
Food Service	67,708.00	67,745.37
Professional Development	5,939.00	7,338.77
Summer School	3,799.00	4,436.64
Federal Grants	10,639.00	11,033.00
Recreation Commission	214.00	0.00

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

NOTE F. CASH AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the bank 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. The District has no investments other than checking and money market accounts.

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% . There were no designated "peak periods" during the year.

At June 30, 2017, the District's carrying amount of deposits was \$1,650,357.00 and the bank balance was \$1,851,885.73. The difference between the carrying amount and the bank balance is outstanding checks and deposits. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000.00 was covered by federal depository insurance and \$1,601,885.73 was collateralized with securities held by the pledging financial institution's agents in the District's name.

Custodial Credit Risk - investments: For an investment, this is the risk that, in the event of 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 be adequately secured. The District had no such investments at year end.

NOTE G. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received the \$ 247,999.00 subsequent to June 30, 2017 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2017.

NOTE H. LONG-TERM DEBT

As of June 30, 2017, the District has no outstanding Bonds or Capital leases.

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

NOTE I. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	At Risk	K.S.A. 72-6478	\$ 114,914.65
General	Capital Outlay	K.S.A. 72-6478	9,313.93
General	Extraordinary School Program	K.S.A. 72-6478	5,000.00
General	Food Service	K.S.A. 72-6478	18,000.00
General	Professional Development	K.S.A. 72-6478	4,000.00
General	Summer School	K.S.A. 72-6478	3,000.00
General	Special Education	K.S.A. 72-6478	575,073.22
General	Vocational Education	K.S.A. 72-6478	6,260.38
General	KPERS Special Retirement Contribution	K.S.A. 72-6478	197,697.96
Supplemental General	Special Education	K.S.A. 72-6478	237,670.28
Supplemental General	Vocational Education	K.S.A. 72-6478	71,065.68

****KSA 72-6478 authorizes transfers from the approved funds to expend unencumbered cash balances as approved by the local board.

NOTE J. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post-Employment Benefits:

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.

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

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

Compensated Absences:

The District employees are granted paid days off (PDO), in varying amounts depending on whether the employee is a classified or contracted worker. Classified and most contracted personnel receive twelve days per year PDO, cumulative to seventy five days, and two personal leave days, not cumulative. Classified and contracted employees shall be paid \$ 70.00 per day for unused leave days over the cumulative seventy five days. Classified employees eligible under the KPERS 85-point rule and with fifteen years of service will be paid \$ 50.00 per day for cumulative PDOs.

NOTE K. DEFINED CONTRIBUTION PENSION PLAN

Plan Description - The District contributes \$ 45.00 per month into a retirement account for every full time certified teacher. Vesting occurs at the rate of 10% during employment years six through fifteen.

Supplemental Retirement Benefit - The Board has approved a supplemental retirement benefit for teachers retiring from the District. To qualify for this benefit, the teacher must have been employed by the District for 15 total years and retire using the KPERS 85-point rule. The plan will pay benefits monthly for a maximum of four years; the length of time will be reduced for those retiring between the ages of 62 and 64. Those retiring will receive \$ 300 per month.

NOTE L. DEFINED BENEFIT PENSION PLAN

General Information about the 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 requires 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 S Kansas, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate through March 31, 2016 with a 0% moratorium until June 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 16.00% and 10.91%, respectively, for the fiscal year

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

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 2017 Senate Substitute for Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 in fiscal year 2017. Section 43 (17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$ 197,697.96 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 \$ 3,347,492.00. 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 publicly available on the website at www.kpers.org or can be obtained as described above.

NOTE M. Jointly Governed Organizations

Related Municipality - The District, in cooperation with the City of Lyndon, adopted a joint resolution to create a joint USD No. 421 Recreation Commission (Commission) pursuant to the provisions of K.S.A. 12-1922, effective July 1, 1997. The District is the taxing authority for the Commission which operates recreational programs within the District. The District and the City of Lyndon each appoint two members of the commission board and a 5th member is selected by the 4 appointed members. The District levies property taxes, not to exceed two mills, for the benefit of the commission, and remits 100% of the tax collected to the commission. The financial activity of the Commission is not included in the accompanying financial statement.

Three Lakes Educational Cooperative Interlocal No. 620 (Cooperative) - The District, in cooperation with five other districts in the area, has created a special educational cooperative under K.S.A. 12-2901 through 12-2907. The Cooperative provides a full range of special educational programs and support personnel to meet the needs of all exceptional students, ages 3 to 21, in the least restrictive environment. The Board of Education (Directors) consists of one member of the Board of Education of each

Lyndon Unified School District No. 421

Notes to Financial Statement

June 30, 2017

participating district. Funding for the Cooperative is furnished by member assessments, state aid and federal grants.

NOTE N. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Settlement of claims has not exceeded commercial insurance coverage in any of the last three fiscal years.

NOTE O. COMPLIANCE, STEWARDSHIP AND ACCOUNTABILITY

Compliance with Kansas Statutes –

Contrary to the provisions of K.S.A. 72-8202(d), the district treasurer did not reconcile bank balances. The monthly reports provided by the treasurer were not sufficient to meet the requirements of the board of education.

Contrary to the provisions of K.S.A. 10-1118, the district treasurer did not keep a record of the amount of money on hand in the treasury, which record is to show at all times the amount of money in each particular fund.

Contrary to the provisions of K.S.A. 72-8202(c) The clerk did not maintain the financial records of the district to reflect the actual transactions and financial status of district.

Compliance with K.S.A. 80-815 for canceling warrants/checks outstanding for two year to the fund originally charge could not be determined. The lack of bank reconciliations precluded identifying if any such checks existed.

Compliance with K.S.A. 58-5935 requires unclaimed property, which includes payroll checks outstanding more than one year, to be turned over to the state unclaimed property division. The lack of bank reconciliations precluded identifying if any such checks existed.

K.S.A. 75-3317 through 75-3322 require mandatory purchases of products and services offered by Kansas industries for the blind and severely disabled. The district does not comply with the statutes.

K.S.A. 75-4305 requires school district officers or employees before acting upon any matter which will affect any business in which the officer or employee has a substantial interest to file a written report of the nature of the interest with the county election officer. The superintendent, clerk, treasurers and did not file the substantial interest report. Without the written report, the board cannot verify compliance with this statute.

Management is not aware of any other statutory violations occurring in the year ended June 30, 2017.

NOTE P. SUBSEQUENT EVENTS

In preparing this financial statement, the District has evaluated events and transactions for potential recognition or disclosure through December 13, 2017, the date the financial statement was available for issue.

Lyndon Unified School District No. 421

Regulatory - Required

Supplementary Information

**Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017**

Fund	Legal Max Fund Budget	Adjustments for Qualifying Budget Credits	Total Budget	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
General	\$ 3,418,438.00	\$ 24,662.71	\$ 3,443,100.71	\$ 3,443,100.71	\$ -
Supplemental General (Local Option)	1,111,848.00	-	1,111,848.00	1,111,848.00	-
Special Purpose Funds:					
At Risk Fund	165,000.00	-	165,000.00	106,267.61	58,732.39
Capital Outlay Fund	905,010.00	-	905,010.00	169,242.55	735,767.45
Driver Training Fund	27,294.00	-	27,294.00	8,713.05	18,580.95
Extraordinary School Program Fund	35,127.00	-	35,127.00	15,587.04	19,539.96
Food Service Fund	298,930.00	-	298,930.00	199,978.17	98,951.83
Professional Development Fund	7,339.00	-	7,339.00	3,481.31	3,857.69
Summer School Fund	8,436.00	-	8,436.00	2,885.42	5,550.58
Special Education Fund	980,656.00	-	980,656.00	783,146.70	197,509.30
Vocational Education Fund	158,013.00	-	158,013.00	77,326.06	80,686.94
KPERS Special Retirement Contribution Fund	275,440.00	-	275,440.00	197,697.96	77,742.04
Contingency Reserve *	-	-	-	-	-
Fund	-	-	-	-	-
Federal Grants *	63,585.00	-	63,585.00	92,454.79	(28,869.79)
Recreation Commission Fund	50,000.00	-	50,000.00	46,199.76	3,800.24
Total District Budget	\$ 7,505,116.00	24,662.71	\$ 7,529,778.71	\$ 6,257,929.13	

* Funds not required to have a budget, negative variance is not a statute violation

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

	Actual	Budget	Variance Over (Under)
Receipts			
3110 General State Aid	\$ 2,725,638.00	\$ 2,746,536.00	\$ (20,898.00)
3205 Special Education Aid	486,455.00	476,236.00	10,219.00
3221 KPERS Aid	197,697.96	275,440.00	(77,742.04)
4000 Federal	24,662.71	-	24,662.71
1990 Miscellaneous	-	5,000.00	(5,000.00)
1510 Interest on Idle Funds	9,728.24	4,500.00	(4,500.00)
Receipts Total	<u>3,444,181.91</u>	<u>3,507,712</u>	<u>(73,258.33)</u>
Expenditures			
1000 Instruction			
100 Salaries - 110 Certified	1,026,158.15	1,103,724.00	(77,565.85)
100 Salaries - 120 NonCertified	69,866.22	34,342.00	35,524.22
200 Employee Benefits - 210 Insurance	362,098.16	406,984.00	(44,885.84)
200 Employee Benefits - 220 Social Security	101,630.12	86,488.00	15,142.12
200 Employee Benefits - 290 Other	-	2,500.00	(2,500.00)
300 Purchased Professional and Technical Services	5,620.00	15,250.00	(9,630.00)
400 Purchased Property Services	-	5,000.00	(5,000.00)
500 Other Purchased Services - 590 Other	9,401.43	14,550.00	(5,148.57)
600 Supplies - 610 General Supplemental (Teaching)	11,435.20	5,675.00	5,760.20
600 Supplies - 650 Supplies (Technology Related)	767.64	150.00	617.64
700 Property (Equipment & Furnishings)	164.35	1,300.00	(1,135.65)
800 Other	-	10,500.00	(10,500.00)
1000 Instruction Total	<u>1,587,141.27</u>	<u>1,686,463.00</u>	<u>(99,321.73)</u>

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

	Actual	Budget	Variance Over (Under)
2100 Student Support Services			
100 Salaries - 110 Certified	66,704.88	66,458.00	246.88
200 Employee Benefits - 220 Social Security	4,921.64	5,084.00	(162.36)
2100 Student Support Services Total	<u>71,626.52</u>	<u>71,542.00</u>	<u>84.52</u>
2200 Instruction Support Staff			
100 Salaries - 110 Certified	50,447.87	50,394.00	53.87
100 Salaries - 120 NonCertified	18,158.28	18,017.00	141.28
200 Employee Benefits - 220 Social Security	4,962.18	5,233.00	(270.82)
500 Other Purchased Services	100.00	3,000.00	(2,900.00)
600 Supplies - 640 Books (not textbooks) and Periodicals	1,533.71	5,000.00	(3,466.29)
600 Supplies - 680 Miscellaneous Supplies	-	1,825.00	(1,825.00)
2200 Instruction Support Staff Total	<u>75,202.04</u>	<u>83,469.00</u>	<u>(8,266.96)</u>
2300 General Administration			
100 Salaries - 110 Certified	76,500.00	77,265.00	(765.00)
100 Salaries - 120 NonCertified	116,092.40	114,242.00	1,850.40
200 Employee Benefits - 211 Insurance	37,646.46	40,324.00	(2,677.54)
200 Employee Benefits - 220 Social Security	14,305.14	14,650.00	(344.86)
200 Employee Benefits - 290 Penalties	9,859.03	-	9,859.03
300 Purchased Professional and Technical Services	20,876.15	17,000.00	3,876.15
400 Purchased Property Services	5,353.00	10,500.00	(5,147.00)
500 Other Purchased Services - 530 Communications	12,515.16	15,628.00	(3,112.84)
500 Other Purchased Services - 590 Other	50.00	2,250.00	(2,200.00)
600 Supplies	3,158.08	1,500.00	1,658.08
700 Property (Equipment & Furnishings)	2,376.23	3,000.00	(623.77)
800 Other	3,983.75	3,500.00	483.75
2300 General Administration Total	<u>302,715.40</u>	<u>299,859.00</u>	<u>2,856.40</u>

See the independent auditor's report on required supplementary information

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

	Actual	Budget	Variance Over (Under)
2400 School Administration			
100 Salaries - 110 Certified	125,561.14	128,032.00	(2,470.86)
100 Salaries - 120 NonCertified	44,288.64	43,791.00	497.64
200 Employee Benefits - 210 Insurance	25,827.11	26,064.00	(236.89)
200 Employee Benefits - 220 Social Security	12,446.55	12,991.00	(544.45)
300 Purchased Professional and Technical Services	40.00	400.00	(360.00)
600 Supplies	4,891.10	6,500.00	(1,608.90)
700 Property (Equipment & Furnishings)	180.52	700.00	(519.48)
2400 School Administration Total	<u>213,235.06</u>	<u>218,478.00</u>	<u>(5,242.94)</u>
2600 Operations & Maintenance			
100 Salaries - 120 NonCertified	722.30	1,520.00	(797.70)
200 Employee Benefits - 210 Insurance	95,449.24	-	95,449.24
200 Employee Benefits - 220 Social Security	10,771.83	116.00	10,655.83
400 Purchased Services - 490 Other	1,305.52	2,000.00	(694.48)
600 Supplies - 622 Electricity	-	9,355.00	(9,355.00)
800 Other	-	2,000.00	(2,000.00)
2600 Operations & Maintenance Total	<u>108,248.89</u>	<u>14,991.00</u>	<u>93,257.89</u>
2601 Operations & Maintenance (Transportation)			
600 Supplies - 622 Electricity	<u>330.44</u>	<u>2,000.00</u>	<u>(1,669.56)</u>
2700 Student Transportation Serv			
2710 Vehicle Operating Services			
100 Salaries - 120 NonCertified	13,988.64	48,750.00	(34,761.36)
200 Employee Benefits - 210 Insurance	41,958.62	33,505.00	8,453.62
200 Employee Benefits - 220 Social Security	1,059.06	4,875.00	(3,815.94)
626 Motor Fuel	14,905.57	16,500.00	(1,594.43)
800 Other	<u>1,015.46</u>	<u>3,308.00</u>	<u>(2,292.54)</u>
2710 Vehicle Operating Services Total	<u>72,927.35</u>	<u>106,938.00</u>	<u>(34,010.65)</u>

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

	Actual	Budget	Variance Over (Under)
2720 Supervision			
100 Salaries - 120 NonCertified	49,714.62	16,565.00	33,149.62
200 Employee Benefits - 220 Social Security	3,075.99	1,267.00	1,808.99
2720 Supervision Total	<u>52,790.61</u>	<u>17,832.00</u>	<u>34,958.61</u>
2730 Vehicle Services& Maintenance Services			-
400 Purchased Property Services - 490 Other	6,713.25	-	6,713.25
600 Supplies	17,665.38	20,000.00	(2,334.62)
730 Equipment	-	200.00	(200.00)
800 Other	<u>1,244.36</u>	<u>1,500.00</u>	<u>(255.64)</u>
2730 Vehicle Services& Maintenance Services Total	<u>25,622.99</u>	<u>21,700.00</u>	<u>3,922.99</u>
Expenditures Total Before Transfers	<u>2,509,840.57</u>	<u>2,523,272.00</u>	<u>(13,431.43)</u>

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

	Actual	Budget	Variance Over (Under)
5200 TRANSFER TO:			
978 At Risk (K-12)	114,914.65	165,000.00	(50,085.35)
938 Capital Outlay	9,313.93	-	9,313.93
943 Extraordinary School Prog	5,000.00	2,000.00	3,000.00
944 Food Service	18,000.00	30,000.00	(12,000.00)
946 Professional Development	4,000.00	-	4,000.00
949 Summer School	3,000.00	4,000.00	(1,000.00)
950 Special Education	575,073.22	500,000.00	75,073.22
954 Vocational Education	6,260.38	8,000.00	(1,739.62)
965 KPERS	197,697.96	275,440.00	(77,742.04)
Adjustment to Comply with Legal Max	<u>-</u>	<u>(89,274.00)</u>	<u>89,274.00</u>
Legal General Fund Max	3,443,100.71	3,418,438.00	24,662.71
Adjustment for Qualifying Budget Credits	<u>-</u>	<u>24,662.71</u>	<u>(24,662.71)</u>
Expenditures Total	3,443,100.71	<u>3,443,100.71</u>	<u>(0.00)</u>
Receipts Over (Under) Expenditures	1,081.20	<u>\$ 64,611.29</u>	<u>\$ (73,258.33)</u>
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 1,081.20</u>		

Supplemental General (Local Option)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts			
1110 Ad Valorem Tax Levied 2016	\$ 391,523.67	\$ 367,549.00	\$ 23,974.67
1110 Ad Valorem Tax Levied 2015	-	13,989.00	(13,989.00)
1140 Delinquent Tax	16,275.20	6,314.00	9,961.20
2400 Motor Vehicle Tax (Includes 16/20M Tax)	57,513.68	62,655.00	(5,141.32)
2450 Recreational Vehicle Tax	1,793.43	1,736.00	57.43
2460 Commercial Vehicle Tax	-	904.00	(904.00)
3140 Supplemental State Aid	644,761.00	644,761.00	-
5206 Transfer From General Fund	-	-	-
Receipts Total	<u>1,111,866.98</u>	<u>1,097,908.00</u>	<u>13,958.98</u>
Expenditures			
1000 Instruction			
100 Salaries - 110 Certified	328,612.74	115,000.00	213,612.74
300 Purchased Professional and Technical Services	-	40,000.00	(40,000.00)
400 Purchased Property Services	-	3,000.00	(3,000.00)
600 Supplies - 610 General Supplemental(Teaching)	33,477.93	40,000.00	(6,522.07)
600 Supplies - 650 Supplies (Technology Related)	26,621.62	15,000.00	11,621.62
600 Supplies - 680 Miscellaneous Supplies	51,452.91	7,500.00	43,952.91
700 Property (Equipment & Furnishings)	41.25	500.00	(458.75)
800 Other	-	10,000.00	(10,000.00)
1000 Instruction Total	<u>440,206.45</u>	<u>231,000.00</u>	<u>209,206.45</u>

Supplemental General (Local Option)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
2100 Student Support Services			
300 Purchased Professional and Technical Services	240.00	1,500.00	(1,260.00)
500 Other Purchased Services	-	150.00	(150.00)
600 Supplies	-	1,000.00	(1,000.00)
2100 Student Support Services Total	240.00	2,650.00	(2,410.00)
2200 Instruction Support Staff			
600 Supplies - 650 Supplies (Technology Related)	-	3,000.00	(3,000.00)
600 Supplies - 680 Miscellaneous Supplies	-	200.00	(200.00)
700 Property (Equipment & Furnishings)	-	2,000.00	(2,000.00)
2200 Instruction Support Staff Total	-	5,200.00	(5,200.00)
2300 General Administration			
520 Insurance	70,887.79	70,000.00	887.79
530 Communications	-	15,000.00	(15,000.00)
590 Other	-	2,298.00	(2,298.00)
2300 General Administration Total	70,887.79	87,298.00	(16,410.21)
2600 Operations & Maintenance			
100 Salaries - 120 NonCertified	1,155.00	140,000.00	(138,845.00)
200 Employee Benefits - 210 Insurance	-	70,000.00	(70,000.00)
200 Employee Benefits - 290 Other	-	500.00	(500.00)
411 Water/Sewer	32,304.00	35,000.00	(2,696.00)
420 Cleaning	21,274.83	28,000.00	(6,725.17)
430 Repairs & Maintenance	58,460.78	25,000.00	33,460.78
600 Supplies - 610 General Supplies	22,234.23	15,000.00	7,234.23
621 Heating	17,881.32	25,000.00	(7,118.68)
622 Electricity	100,669.14	90,000.00	10,669.14
620 Energy - 629 Other	-	5,000.00	(5,000.00)
700 Property (Equipment & Furnishings)	37,798.50	12,000.00	25,798.50
800 Other	-	200.00	(200.00)
2600 Operations & Maintenance Total	291,777.80	445,700.00	(153,922.20)
Expenditures Total Before Transfers	803,112.04	771,848.00	31,264.04

Supplemental General (Local Option)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
5200 TRANSFER TO:			
940 Driver Training	-	2,500.00	(2,500.00)
943 Extraordinary School Prog	-	2,500.00	(2,500.00)
944 Food Service	-	32,000.00	(32,000.00)
950 Special Education	237,670.28	238,000.00	(329.72)
954 Vocational Education	<u>71,065.68</u>	<u>65,000.00</u>	<u>6,065.68</u>
Expenditures Total	<u>1,111,848.00</u>	<u>1,111,848.00</u>	<u>(0.00)</u>
Receipts Over (Under) Expenditures	18.98	<u>\$ (13,940.00)</u>	<u>\$ 13,958.98</u>
Unencumbered Cash, Beginning	<u>87,438.11</u>		
Unencumbered Cash, Ending	<u>\$ 87,457.09</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
5206 Transfer From General	\$ 114,914.65	\$ 165,000.00	\$ (50,085.35)
Receipts Total	<u>114,914.65</u>	<u>165,000.00</u>	<u>(50,085.35)</u>
Expenditures			
2300 General Administration			
100 Salaries - 110 Certified	98,964.41	140,391.00	(41,426.59)
100 Salaries - 120 NonCertified	-	13,000.00	(13,000.00)
200 Employee Benefits - 220 Social Security	<u>7,303.20</u>	<u>11,609.00</u>	<u>(4,305.80)</u>
Expenditures Total	<u>106,267.61</u>	<u>165,000.00</u>	<u>(58,732.39)</u>
Receipts Over (Under) Expenditures	8,647.04	<u><u>\$ -</u></u>	<u><u>\$ 8,647.04</u></u>
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u><u>\$ 8,647.04</u></u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
1110 Ad Valorem Tax Levied 2016	\$ 93,388.65	\$ 91,580.00	\$ 1,808.65
1110 Ad Valorem Tax Levied 2015	1,090.60	3,427.00	(2,336.40)
1140 Delinquent Tax	2,159.13	1,537.00	622.13
2400 Motor Vehicle Tax (Includes 16/20M Tax)	11,814.70	12,511.00	(696.30)
2450 Recreational Vehicle Tax	367.17	347.00	20.17
2460 Commercial Vehicle Tax	-	180.00	(180.00)
1900 Other Revenue From Local Source	11,479.80	-	11,479.80
1510 Interest on Idle Funds	-	-	-
3223 Capital Outlay State Aid	48,112.00	48,842.00	(730.00)
3223 Capital Outlay State Aid	9,313.93	-	9,313.93
Receipts Total	<u>177,725.98</u>	<u>158,424.00</u>	<u>19,301.98</u>
Expenditures			
1000 Instruction			
650 Supplies - Technology Software	147,546.20	200,000.00	(52,453.80)
700 Property (Equipment & Furnishings)	-	5,010.00	(5,010.00)
1000 Instruction Total	<u>147,546.20</u>	<u>205,010.00</u>	<u>(57,463.80)</u>
2600 Operations & Maintenance			
100 Salaries - 120 NonCertified	-	50,000.00	(50,000.00)
200 Employee Benefits - 220 Social Security	-	3,825.00	(3,825.00)
700 Property (Equipment & Furnishings)	21,696.35	146,175.00	(124,478.65)
2600 Operations & Maintenance Total	<u>21,696.35</u>	<u>200,000.00</u>	<u>(178,303.65)</u>
4700 Building Improvements			
200 Fringe Benefits - 290 Other	-	500,000.00	(500,000.00)
Expenditures Total	<u>169,242.55</u>	<u>905,010.00</u>	<u>(735,767.45)</u>
Receipts Over (Under) Expenditures	8,483.43	<u>\$ (746,586.00)</u>	<u>\$ 755,069.43</u>
Unencumbered Cash, Beginning	<u>806,743.63</u>		
Unencumbered Cash, Ending	<u>\$ 815,227.06</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
3208 State Safety Aid	\$ 3,328.00	\$ 3,060.00	\$ 268.00
1900 Other Revenue From Local Source	1,470.00	-	1,470.00
5208 Transfer From Supplemental General	-	2,500.00	(2,500.00)
Receipts Total	<u>4,798.00</u>	<u>5,560.00</u>	<u>(762.00)</u>
Expenditures			
1000 Instruction			
100 Salaries - 110 Certified	6,330.00	10,000.00	(3,670.00)
200 Employee Benefits - 220 Social Security	484.25	765.00	(280.75)
200 Employee Benefits - 290 Other	-	500.00	(500.00)
300 Purchased Professional and Technical Services	1,386.00	1,500.00	(114.00)
400 Purchased Property Services	-	1,000.00	(1,000.00)
600 Supplies - 644 Textbooks	-	700.00	(700.00)
800 Other	50.00	4,879.00	(4,829.00)
1000 Instruction Total	<u>8,250.25</u>	<u>19,344.00</u>	<u>(11,093.75)</u>
2200 Instructional Support Staff			
680 Miscellaneous Supplies	-	400.00	(400.00)
800 Other	-	1,500.00	(1,500.00)
2200 Instructional Support Staff Total	<u>-</u>	<u>1,900.00</u>	<u>(1,900.00)</u>
2600 Operations & Maintenance			
626 Motor Fuel	462.80	1,000.00	(537.20)
620 Energy - 629 Other	-	5,000.00	(5,000.00)
600 Supplies - 680 Miscellaneous Supplies	-	50.00	(50.00)
2600 Operations & Maintenance Total	<u>462.80</u>	<u>6,050.00</u>	<u>(5,587.20)</u>
Expenditures Total	<u>8,713.05</u>	<u>27,294.00</u>	<u>(18,580.95)</u>

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

	Actual	Budget	Variance Over (Under)
Receipts Over (Under) Expenditures	<u>(3,915.05)</u>	<u>\$ (21,734.00)</u>	<u>\$ 17,818.95</u>
Unencumbered Cash, Beginning	<u>21,733.87</u>		
Unencumbered Cash, Ending	<u>\$ 17,818.82</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Tuition Individual-Class Fees	\$ 12,112.50	\$ 8,500.00	\$ 3,612.50
Transfer From General	5,000.00	2,000.00	3,000.00
Transfer From Supplemental General	<u>-</u>	<u>2,500.00</u>	<u>(2,500.00)</u>
Receipts Total	<u>17,112.50</u>	<u>13,000.00</u>	<u>4,112.50</u>
Expenditures			
Instruction			
Salaries - Certified	14,485.08	16,000.00	(1,514.92)
Salaries - NonCertified	-	14,000.00	(14,000.00)
Employee Benefits - Social Security	1,041.96	1,127.00	(85.04)
Other Purchased Services - Other	-	3,300.00	(3,300.00)
Supplies - General Supplemental (Teaching)	-	100.00	(100.00)
Supplies - Miscellaneous Supplies	-	100.00	(100.00)
Other	<u>60.00</u>	<u>500.00</u>	<u>(440.00)</u>
Expenditures Total	<u>15,587.04</u>	<u>35,127.00</u>	<u>(19,539.96)</u>
Receipts Over (Under) Expenditures	1,525.46	<u>\$ (22,127.00)</u>	<u>\$ 23,652.46</u>
Unencumbered Cash, Beginning	<u>22,126.67</u>		
Unencumbered Cash, Ending	<u><u>\$ 23,652.13</u></u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Student Sales (Lunch)	\$ 74,880.56	\$ 67,552.00	\$ 7,328.56
1Student School Lunches (Breakfast)	-	1,654.00	(1,654.00)
Adult & Student Sales	5,070.25	5,928.00	(857.75)
Miscellaneous	516.85	-	516.85
School Food Assistance	2,158.26	1,831.00	327.26
Federal Child Nutrition Programs	97,917.62	92,260.00	5,657.62
Transfer From General	18,000.00	30,000.00	(12,000.00)
Transfer From Supplemental General	-	32,000.00	(32,000.00)
Receipts Total	<u>198,543.54</u>	<u>231,225.00</u>	<u>(32,681.46)</u>
Expenditures			
Operations & Maintenance			
Salaries - NonCertified	10,022.60	11,500.00	(1,477.40)
Employee Benefits - Social Security	658.65	765.00	(106.35)
Employee Benefits - Other	-	10,801.00	(10,801.00)
Other Purchased Services - Other	-	33,000.00	(33,000.00)
Energy - Other	-	2,126.00	(2,126.00)
Other	1,725.00	10,000.00	(8,275.00)
Salaries - NonCertified Total	<u>12,406.25</u>	<u>68,192.00</u>	<u>(55,785.75)</u>
Food Service Operation			
Salaries - Certified	50,467.50	54,378.00	(3,910.50)
Employee Benefits - Insurance	-	7,800.00	(7,800.00)
Employee Benefits - Social Security	3,553.73	4,160.00	(606.27)
Employee Benefits - Other	-	400.00	(400.00)
Food & Milk	130,364.40	155,000.00	(24,635.60)
Supplies - Miscellaneous Supplies	2,806.01	8,000.00	(5,193.99)
Property (Equipment & Furnishings)	380.28	1,000.00	(619.72)
Food Service Operation Total	<u>187,571.92</u>	<u>230,738.00</u>	<u>(43,166.08)</u>
Expenditures Total	<u>199,978.17</u>	<u>298,930.00</u>	<u>(98,951.83)</u>

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

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under) <u></u>
Receipts Over (Under) Expenditures	(1,434.63)	<u>\$ (67,705.00)</u>	<u>\$ 66,270.37</u>
Unencumbered Cash, Beginning	<u>67,745.37</u>		
Unencumbered Cash, Ending	<u>\$ 66,310.74</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer from General Fund	\$ 4,000.00	\$ -	\$ 4,000.00
Receipts Total	<u>4,000.00</u>	<u>-</u>	<u>4,000.00</u>
Expenditures			
Instructional Support Staff			
Purchased Professional and Technical Services	<u>3,481.31</u>	<u>7,339.00</u>	<u>(3,857.69)</u>
Expenditures Total	<u>3,481.31</u>	<u>7,339.00</u>	<u>(3,857.69)</u>
Receipts Over (Under) Expenditures	518.69	<u>\$ (7,339.00)</u>	<u>\$ 7,857.69</u>
Unencumbered Cash, Beginning	<u>7,338.77</u>		
Unencumbered Cash, Ending	<u>\$ 7,857.46</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer From General	\$ 3,000.00	\$ 4,000.00	\$ (1,000.00)
Receipts Total	<u>3,000.00</u>	<u>4,000.00</u>	<u>(1,000.00)</u>
Expenditures			
Instruction			
Salaries - Certified	2,493.74	4,000.00	(1,506.26)
Employee Benefits -Social Security	391.68	306.00	85.68
Supplies - General Supplemental (Teaching)	-	600.00	(600.00)
Supplies - Miscellaneous Supplies	-	700.00	(700.00)
800 Other	<u>-</u>	<u>2,830.00</u>	<u>(2,830.00)</u>
Expenditures Total	<u>2,885.42</u>	<u>8,436.00</u>	<u>(5,550.58)</u>
Receipts Over (Under) Expenditures	114.58	<u>\$ (4,436.00)</u>	<u>\$ 4,550.58</u>
Unencumbered Cash, Beginning	<u>4,436.64</u>		
Unencumbered Cash, Ending	<u>\$ 4,551.22</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer From General	\$ 575,073.22	\$ 500,000.00	\$ 75,073.22
Transfer From Supplemental General	<u>237,670.28</u>	<u>238,000.00</u>	<u>(329.72)</u>
Receipts Total	<u>812,743.50</u>	<u>738,000.00</u>	<u>74,743.50</u>
Expenditures			
Instruction			
Payment to Spec Education - Coop/Interlocal (Assessments)	293,086.00	281,777.00	11,309.00
Payment to Spec Education - Coop/Interlocal (Flowthrough)	475,591.00	476,236.00	(645.00)
Other Purchased Services - Other	-	130,000.00	(130,000.00)
Other	<u>-</u>	<u>57,020.00</u>	<u>(57,020.00)</u>
Instruction Total	<u>768,677.00</u>	<u>945,033.00</u>	<u>(176,356.00)</u>
Instructional Support Staff			
Other	<u>-</u>	<u>30,000.00</u>	<u>(30,000.00)</u>
Vehicle Operating Services			
Salaries - NonCertified	3,885.70	4,500.00	(614.30)
Mileage in Lieu of Trans	10,584.00	100.00	10,484.00
Other Purchased Services - Other	<u>-</u>	<u>1,023.00</u>	<u>(1,023.00)</u>
Vehicle Operating Services Total	<u>14,469.70</u>	<u>5,623.00</u>	<u>8,846.70</u>
Expenditures Total	<u>783,146.70</u>	<u>980,656.00</u>	<u>(197,509.30)</u>
Receipts Over (Under) Expenditures	29,596.80	<u>\$ (242,656.00)</u>	<u>\$ 272,252.80</u>
Unencumbered Cash, Beginning	<u>242,655.38</u>		
Unencumbered Cash, Ending	<u>\$ 272,252.18</u>		

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

	2016		Variance
	Actual	Budget	Over (Under)
Receipts			
3225 CTE Transportation State Aid	\$ 10,051.00	\$ 11,515.00	\$ (1,464.00)
5206 Transfer From General	6,260.38	8,000.00	(1,739.62)
5208 Transfer From Supplemental General	<u>71,065.68</u>	<u>65,000.00</u>	<u>6,065.68</u>
Receipts Total	<u>87,377.06</u>	<u>84,515.00</u>	<u>2,862.06</u>
Expenditures			
Instruction			
Salaries - Certified	68,840.45	73,498.00	(4,657.55)
Salaries - NonCertified	-	9,515.00	(9,515.00)
Employee Benefits - Insurance	-	-	-
Employee Benefits -Social Security	5,150.68	4,935.00	215.68
Employee Benefits - Other	-	5,000.00	(5,000.00)
Purchased Professional and Technical Services	-	5,065.00	(5,065.00)
Other Purchased Services - Other	-	5,000.00	(5,000.00)
Other	<u>-</u>	<u>25,000.00</u>	<u>(25,000.00)</u>
Instruction Total	<u>73,991.13</u>	<u>128,013.00</u>	<u>(54,021.87)</u>
Student Support Services			
Other	<u>-</u>	<u>25,000.00</u>	<u>(25,000.00)</u>
Operations & Maintenance			
Energy - Other	<u>3,334.93</u>	<u>5,000.00</u>	<u>(1,665.07)</u>
Expenditures Total	<u>77,326.06</u>	<u>158,013.00</u>	<u>(80,686.94)</u>
Receipts Over (Under) Expenditures	10,051.00	<u>\$ (73,498.00)</u>	<u>\$ 83,549.00</u>
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 10,051.00</u>		

KPERS Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer From General	\$ 197,697.96	\$ 275,440.00	\$ (77,742.04)
Receipts Total	<u>197,697.96</u>	<u>275,440.00</u>	<u>(77,742.04)</u>
Expenditures			
Instruction	197,697.96	254,846.00	(57,148.04)
Student Support Services	-	4,500.00	(4,500.00)
Instruction Support Staff	-	1,000.00	(1,000.00)
General Administration	-	1,000.00	(1,000.00)
School Administration	-	4,500.00	(4,500.00)
Central Services	-	1,500.00	(1,500.00)
Operations & Maintenance	-	7,094.00	(7,094.00)
Food Service	<u>-</u>	<u>1,000.00</u>	<u>(1,000.00)</u>
Expenditures Total	<u>197,697.96</u>	<u>275,440.00</u>	<u>(77,742.04)</u>
Receipts Over (Under) Expenditures	-	<u>\$ -</u>	<u>\$ -</u>
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
5206 Transfer From General	\$ -	\$ -	\$ -
Receipts Total	-	-	-
Expenditures			
5200 TRANSFER TO:			
930 General Fund	-	-	-
Expenditures Total	-	-	-
Receipts Over (Under) Expenditures	-	\$ -	\$ -
Unencumbered Cash, Beginning	82,767.00		
Unencumbered Cash, Ending	\$ 82,767.00		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Title I	\$ 51,626.00	\$ 51,626.00	\$ -
Title II	11,959.00	11,959.00	-
Reap Grant	19,496.60	11,959.00	7,537.60
Literacy Grant	<u>15,490.00</u>	<u>-</u>	<u>15,490.00</u>
Receipts Total	<u>98,571.60</u>	<u>75,544.00</u>	<u>23,027.60</u>
Expenditures			
Instruction			
Salaries - Certified	46,812.54	42,000.00	4,812.54
Salaries - NonCertified	-	8,000.00	(8,000.00)
Employee Benefits - Social Security	4,813.46	3,825.00	988.46
Professional and Technical Services	-	800.00	(800.00)
Other Purchased Services - Other	-	2,500.00	(2,500.00)
Reap Grant Supplies	14,578.21	-	14,578.21
Supplies - Miscellaneous Supplies	<u>11,712.06</u>	<u>3,460.00</u>	<u>8,252.06</u>
Instruction Total	<u>77,916.27</u>	<u>60,585.00</u>	<u>17,331.27</u>
Student Support Services			
Literacy Grant Supplies	<u>14,538.52</u>	<u>1,500.00</u>	<u>13,038.52</u>
School Administration			
Other	<u>-</u>	<u>1,500.00</u>	<u>(1,500.00)</u>
Expenditures Total	<u>92,454.79</u>	<u>63,585.00</u>	<u>28,869.79</u>
Receipts Over (Under) Expenditures	6,116.81	<u>11,959.00</u>	<u>(5,842.19)</u>
Unencumbered Cash, Beginning (Literacy)	<u>11,033.00</u>		
Unencumbered Cash, Ending Reap	4,918.39		
Unencumbered Cash, Ending Literacy	11,984.48		
Unencumbered Cash, Ending Title I & II	<u>246.94</u>		
Unencumbered Cash, Ending	<u>\$ 17,149.81</u>		

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

	Actual	Budget	Variance Over (Under)
Receipts			
Ad Valorem Tax Levied 2016	\$ 37,384.86	\$ 36,632.00	\$ 752.86
Ad Valorem Tax Levied 2015	437.04	1,420.00	(982.96)
Delinquent Tax	1,643.25	618.00	1,025.25
Motor Vehicle Tax	6,355.84	7,114.00	(758.16)
Recreational Vehicle Tax	203.97	197.00	6.97
Commercial Vehicle Tax	168.96	103.00	65.96
Other Revenue From Local Source	-	4,500.00	(4,500.00)
Receipts Total	<u>46,193.92</u>	<u>50,584.00</u>	<u>(4,390.08)</u>
Expenditures			
Appropriation to Recreation Commission	<u>46,199.76</u>	<u>50,000.00</u>	<u>(3,800.24)</u>
Expenditures Total	<u>46,199.76</u>	<u>50,000.00</u>	<u>(3,800.24)</u>
Receipts Over (Under) Expenditures	(5.84)	<u>\$ 584.00</u>	<u>\$ (589.84)</u>
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ (5.84)</u>		

Textbook and Student Material Revolving Fund
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2017

	<u>Actual</u>
Receipts	
1942 Rental Fees & Books	\$ 31,375.25
Receipts Total	<u>31,375.25</u>
Expenditures	
Textbook Rental	<u>18,443.84</u>
Expenditures Total	<u>18,443.84</u>
Receipts Over (Under) Expenditures	12,931.41
Unencumbered Cash, Beginning	<u>25,747.77</u>
Unencumbered Cash, Ending	<u>\$ 38,679.18</u>

District Activity (Athletic) Fund
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2017

	District Office Actual	Held at High School Actual	Combined Total Athletics
Receipts			
Admissions/Gate Receipts	\$ 17,364.10	\$ 196.85	\$ 17,560.95
Tournament Fees		7,473.59	7,473.59
Reimbursements	4,953.95	-	4,953.95
Net Bank Transfer	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Receipts Total	<u>22,318.05</u>	<u>7,670.44</u>	<u>29,988.49</u>
Expenditures			
Bank transfers	22,317.65	(22,317.65)	-
Officials and Contract Labor	-	17,790.00	17,790.00
Tournament Fees	-	4,915.94	4,915.94
Commodities	-	2,343.51	2,343.51
	<u> </u>	<u> </u>	<u> </u>
Expenditures Total	<u>22,317.65</u>	<u>2,731.80</u>	<u>25,049.45</u>
Receipts Over (Under) Expenditures	0.40	4,938.64	4,939.04
Unencumbered Cash, Beginning	<u>6,722.90</u>	<u>(2,871.93)</u>	<u>3,850.97</u>
Unencumbered Cash, Ending	<u><u>\$ 6,723.30</u></u>	<u><u>\$ 2,066.71</u></u>	<u><u>\$ 8,790.01</u></u>

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

	Honor Flight Grant	Cargill Grant	Total Other Grants
Receipts			
Grants	\$ 11,280.50	\$ 1,600.00	\$ 12,880.50
Receipts Total	<u>11,280.50</u>	<u>1,600.00</u>	<u>12,880.50</u>
Expenditures and Transfers			
Grant Expenditures.	<u>6,448.63</u>	<u>-</u>	<u>6,448.63</u>
Expenditures and Transfers Total	<u>6,448.63</u>	<u>-</u>	<u>6,448.63</u>
Receipts Over (Under) Expenditures	4,831.87	1,600.00	6,431.87
Unencumbered Cash, Beginning	<u>-</u>	<u>2,459.43</u>	<u>2,459.43</u>
Unencumbered Cash, Ending	<u>\$ 4,831.87</u>	<u>\$ 4,059.43</u>	<u>\$ 8,891.30</u>

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

Non Budgeted	Needy Children Fund	Before School Fund	Endowment Fund
Receipts			
Contributions	\$ 400.00	\$ 460.00	\$ 2,596.35
Receipts Total	<u>400.00</u>	<u>460.00</u>	<u>2,596.35</u>
Expenditures and Transfers			
Needy Children Expenses	27.50	-	-
Trip expenses	-	-	-
Scholarships and other	<u>-</u>	<u>-</u>	<u>2,000.00</u>
Expenditures and Transfers Total	<u>27.50</u>	<u>-</u>	<u>2,000.00</u>
Receipts Over (Under) Expenditures	372.50	460.00	596.35
Unencumbered Cash, Beginning	<u>822.61</u>	<u>-</u>	<u>11,341.01</u>
Unencumbered Cash, Ending	<u>\$ 1,195.11</u>	<u>\$ 460.00</u>	<u>\$ 11,937.36</u>

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

	Beginng Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student council	\$ 367.13	\$ 1,110.62	\$ 928.11	\$ 549.64
Junior High Student council	566.31	8,503.10	8,501.06	568.35
Sales tax	464.87	6,808.00	6,846.47	426.40
Class of 2013	300.97	-	300.97	-
Class of 2014	190.56	-	-	190.56
Class of 2015	66.84	-	-	66.84
Class of 2016	16.85	-	-	16.85
Class of 2017	1,928.58	1,118.80	3,013.48	33.90
Class of 2018	1,507.57	9,406.94	8,481.32	2,433.19
Class of 2019	2,217.90	526.61	98.35	2,646.16
Class of 2020	1,285.49	619.00	289.41	1,615.08
Class of 2021	-	6,408.19	5,507.93	900.26
	<u>-</u>	<u>6,408.19</u>	<u>5,507.93</u>	<u>900.26</u>
Total Agency Funds	<u>\$ 8,913.07</u>	<u>\$ 34,501.26</u>	<u>\$ 33,967.10</u>	<u>\$ 9,447.23</u>

District Activity (Student Organizations) Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended June 30, 2017

	Beginng Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
School Organization Funds				
Boys basketball	\$ 2,248.59	\$ 4,261.85	\$ 5,694.44	\$ 816.00
Drill dance squad	197.21	4,030.94	3,589.93	638.22
Softball	78.56	3,697.18	3,399.36	376.38
Spirit squad	1,306.35	7,944.22	6,747.34	2,503.23
Junior High Cheer-dance	-	1,696.57	1,623.92	72.65
Drama club	1,228.54	-	803.12	425.42
Cross country	279.44	-	-	279.44
Track	10.32	271.00	271.00	10.32
National honor society	337.64	2,252.71	2,002.80	587.55
FBLA	818.50	4,697.73	4,057.54	1,458.69
Photo	112.47	-	-	112.47
Yearbook	2,474.00	4,075.00	3,227.00	3,322.00
Music	472.50	1,507.52	1,680.36	299.66
LHS activities	69.92	3,542.16	2,754.97	857.11
Girls basketball	157.90	3,861.00	55.00	3,963.90
FCA	26.39	-	-	26.39
LEMS activities	6,143.36	19,750.07	17,404.00	8,489.43
Library	4.56	-	-	4.56
LHS Football	2,393.54	18,653.63	17,142.79	3,904.38
Forensics	647.39	1,663.25	1,535.78	774.86
Spanish club	469.28	-	-	469.28
Volleyball	306.01	925.77	1,068.88	162.90
Weight lifting	148.22	280.00	310.00	118.22
Baseball	13.38	2,079.82	1,817.80	275.40
District concessions	2,347.87	14,952.54	14,782.06	2,518.35
Middle school	464.39	520.00	200.00	784.39
Interest	-	72.99	-	72.99
FCA	153.38	1,038.34	1,000.00	191.72
FFA	300.00	-	-	300.00
LMS Volleyball	244.12	904.00	904.00	244.12
LMS Football	500.00	(500.00)	-	-
Scholars Bowl	197.15	-	-	197.15
Creative Art	-	474.44	-	474.44
Total School Organization Funds	<u>\$ 24,150.98</u>	<u>\$ 102,652.73</u>	<u>\$ 92,072.09</u>	<u>\$ 34,731.62</u>