

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

REGULATORY BASIS
FINANCIAL STATEMENTS
For the year ended June 30, 2018

And

INDEPENDENT AUDITOR'S REPORTS ON FINANCIAL STATEMENTS

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INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

Board of Education
Unified School District No. 469
Lansing, Kansas 66043

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 469, Lansing, Kansas as of and for the year ended June 30, 2018, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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 presentation 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 financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements.

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USD #469 LANSING, KANSAS
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2018

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds							
General	\$ -	\$ -	\$ 15,303,514	\$ 15,303,514	\$ -	\$ -	\$ -
Supplemental General	161,732	-	5,113,222	4,976,032	298,922	-	298,922
Special Purpose Funds							
Career and Postsecondary Education	2,153	-	148,134	138,253	12,034	-	12,034
Special Education	-	-	6,034,745	5,987,845	46,900	-	46,900
Driver Education	8,349	-	18,316	12,943	13,722	-	13,722
Food Service	244,758	-	1,134,296	1,105,978	273,076	-	273,076
Capital Outlay	138,093	-	1,627,138	1,498,204	267,027	-	267,027
Gifts and Grants	300	-	3,000	2,100	1,200	-	1,200
Parent Education	8,162	-	81,056	67,608	21,610	-	21,610
Professional Development	1,991	-	28,542	29,467	1,066	-	1,066
KPERS Special Contribution	-	-	2,019,978	2,019,978	0	-	0
At Risk (K-12)	-	-	1,100,000	1,100,000	-	-	-
Bilingual	-	-	16,108	16,108	-	-	-
District Activity Funds	99,575	-	625,201	619,391	105,385	-	105,385
Textbook Rental Fund	56,916	-	316,878	373,794	-	-	-
Contingency Reserve Fund	116,822	-	370,861	-	487,683	-	487,683
Title I	-	-	185,490	185,490	-	-	-
LEF Grant	10,658	-	44,319	54,827	150	-	150
Special Assessment	152,146	-	175,084	174,582	152,648	-	152,648
Title IIA - Teacher Quality	-	-	50,767	50,767	-	-	-
Debt Service Fund							
Bond and Interest	3,554,603	896	4,625,149	4,834,757	3,345,891	-	3,345,891
Total Reporting	\$ 4,556,258	\$ 896	\$ 39,021,798	\$ 38,551,638	\$ 5,027,314	\$ -	\$ 5,027,314
Composition of Cash					Checking Accounts		\$ 5,170,308
					Savings Accounts		
					Municipal Investment Pool		2,901
					Certificates of Deposit		
					Total Cash		5,173,209
					Agency Funds per Statement 4		145,895
					Total Reporting Entity		\$ 5,027,314

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

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

USD No. 469 is a municipal corporation governed by an elected seven member board. The district as an entity has been defined to include, on a combined basis, (a) USD No.469 (b) organizations for which USD No. 469 is financially accountable, and (c) other organizations for which the nature and significance of their relationship with USD No.469 are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. There are currently no organizations which meet the foregoing criteria for being combined in the District's report.

Fund Descriptions

In governmental accounting, 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 types of funds comprise the financial activities of the District for the year 2018:

Governmental 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 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 for and the payments of, interest and principal and related costs, on 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.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Fiduciary Funds

Agency Funds – Used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

Reimbursed Expenses

Expenditures in the amount of \$224,930 are classified as reimbursed expenses in the General Fund. The purpose of these expenditures is payment for goods and services in which fees are collected and such expenditures are exempt from the budget law under K.S.A. 79-2934.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Reimbursed Expenses (Continued)

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget and 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 budget amendments during the year.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

The statutes permit transferring budgeted amounts between accounts 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, in which regulatory receipts are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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 capital projects funds and trust funds and the following special purpose funds:

Contingency Reserve Fund	District Activity Funds
Title I Fund	Special Assessment
Textbook Rental Fund	Title IIA Fund

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

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as expenditures.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – Summary of Significant Accounting Policies (Continued)

Use of Estimates

The process of preparing financial statements requires the use of estimates and assumptions regarding certain types of assets, liabilities, revenues and expenses. Such estimates relate primarily to unsettled transactions and events as of the date of the financial statements. Accordingly, upon settlement, actual results may differ from estimated amounts.

NOTE 2 – Deposits and Investments

Deposits

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 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 investments 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. The district had the following investments during 2018.

Investments	Fair Value	Investment Maturities		Rating U.S
		Less than 1 year	1-2	
Kansas Municipal Investment Pool	\$ 2,901	\$ 2,901		S&P AA+/S1+

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 K.S.A. 9-1405. The Municipality's allocation of investments as of June 30, 2018.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments (Continued)

Concentration of Credit Risk (Continued)

<u>Investments</u>	<u>Percentage of Investments</u>
Kansas Municipal Investment Pool	100%

Custodial credit risk is the risk that in the event of a bank failure, the district's deposits may not be returned to it. State statutes require the district's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2018.

At June 30, 2018 the government's carrying amount of deposits was \$4,792,187 and the bank balance was \$5,048,638. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the balance was collateralized with securities held by the pledging financial institutions' agents in the district's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the government 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.

As of June 30, 2018 the Municipality had invested \$2,901 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 2 – Deposits and Investments(continued)

as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

NOTE 3 – Defined Benefit Pension Plan

Plan Description – USD 469 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. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas; 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 contributions 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 results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017 the actuarially determined employer contribution rate was 12.01% for the fiscal year June 30, 2018, Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Defined Benefit Pension Plan (continued)

general fund expanded lottery act revenue funds for employer contributions to KPERS deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 for nullified per HB2052 during the year 2017

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per the 2017 Senate Substitute for the House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at level dollar amount commencing in fiscal year 2018. The level dollar was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employers share except for the 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 \$2,019,978 for the year ended June 30, 2018

Net Pension Liability At June 30, 2018 the District's proportionate share of collective net pension liability reported by KPERS was \$24,821,750. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The Districts proportion of the net pension liability was based on the ratio of the Districts contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since 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 www.kpers.org or can be obtained as described above.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 4 – Risk Management

The District is exposed to various risks of loss related to limited torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the district carries commercial insurance. There have been no significant reductions in coverage from prior years and settlements have not exceeded coverage in the past three years.

NOTE 5 – Stewardship, Compliance and Accountability

We noted no violations of Kansas Statutes for the period under audit.

NOTE 6 – Compensated Absences

Vacation Leave: Full-time, 12 month classified employees are entitled to 10 days annual vacation leave per year. During the sixth year of employment through the tenth year of employment, the employee earns one additional vacation day per year for each year after five years or a maximum of 15 days per year. Teachers' vacations are regulated by their contracts.

Sick Leave: Classified employees are allowed to accumulate a maximum of six times their yearly allowance. Upon leaving employment, except when terminated, the employee is paid for up to 10 days of unused sick leave that has accumulated above the maximum amount to be carried forward. This is paid at 20% of the substitute daily rate. If no substitute rate is available, the employee is paid at 20% of their daily rate. Classified employees earn sick leave at different rates depending on their position. All teachers receive leave of 12 days at the beginning of each contract year. Additional days are granted based on the years of service in the District. Days not used may accumulate up to 95 days; however, no more than 80 days may be carried forward from the preceding year. Any liability for absences is considered immaterial by management.

NOTE 7 – In Substance Receipt in Transit

The District received \$1,155,194 subsequent to June 30, 2018 and as required by K.S.A 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 8 – 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 General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District as of June 30, 2018.

NOTE 9 – Interfund Transactions

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	Bilingual Education Fund	K.S.A 72-6428	\$ 16,108
General Fund	Contingency	K.S.A 72-6428	64,856
General Fund	At Risk Fund	K.S.A 72-6428	1,100,000
General Fund	Career and Postsecondary	K.S.A 72-6428	130,812
General Fund	Special Education Fund	K.S.A 72-6425	2,669,022
General Fund	Professional Development	K.S.A. 72-6425	1,599
Supplemental General Fund	Professional Development	K.S.A. 72-6425	23,958
Supplemental General Fund	Parents as Teachers Fund	K.S.A. 72-6425	18,500
Supplemental General Fund	Special Education Fund	K.S.A. 72-6425	2,187,452
Textbook Rental	Contingency	K.S.A 72-6428	306,007

NOTE 10 – Other Post Employment Benefits

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

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO FINANCIAL STATEMENTS

NOTE 10 – Other Post Employment Benefits (continued)

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

NOTE 11 – Indebtedness

The District is subject to the statutes of the State of Kansas that limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible taxable property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2018, the statutory limit for the district was \$17,923,065 thus creating excess indebtedness of \$73,496,935. The outstanding bond principal represents 71.41% of the District valuation. The District has received approval from the Kansas State Board of Education to exceed the general bond debt limitation.

NOTE 12 – Subsequent Events

Subsequent events for management's review have been evaluated through August 31, 2018. The date in the prior sentence is the date the financial statements were available to be issued.

USD #469 LANSING, KANSAS

NOTES TO FINANCIAL STATEMENTS

Note 13 - Long Term Debt

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

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
Series 2011	3.00%	3/1/12	\$ 8,340,000	9/1/23	\$ 8,265,000	\$	\$ 75,000	\$ (75,000)	\$ 8,190,000	\$ 244,950
Series 2012	3.00-4.00%	3/1/12	78,720,000	9/1/38	77,455,000		1,375,000	(1,375,000)	76,080,000	2,876,057
Series 2016	3.00-4.00%	3/1/17	7,150,000	9/1/26	7,150,000			-	7,150,000	263,750
Leases										
Energy lease	4.00-5.10%	11/1/02	800,000	12/1/17	70,000		70,000	(70,000)	-	1,785
Total Long					\$ 92,940,000	\$ -	\$ 1,520,000	\$ (1,520,000)	\$ 91,420,000	\$ 3,386,542
Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:										
	2019	2020	2021	2022	2023	2024-2028	2029-2033	2034-2038	2039	Total
Principal										
General Obligation Bonds										
Series 2011	\$ 75,000	\$ 75,000	\$ 1,825,000	\$ 1,945,000	\$ 2,070,000	\$ 2,200,000	\$	\$	\$	\$ 8,190,000
Series 2012	1,480,000	1,600,000			40,000	4,800,000	23,895,000	35,535,000	8,730,000	76,080,000
Series 2016						7,150,000				7,150,000
Capital leases:										
Energy lease										-
Tot	1,555,000	1,675,000	1,825,000	1,945,000	2,110,000	14,150,000	23,895,000	35,535,000	8,730,000	91,420,000
Interest										
General Obligation Bonds										
Series 2011	243,450	241,950	213,825	157,275	97,050	33,000				986,550
Series 2012	2,825,832	2,764,232	2,732,232	2,732,232	2,731,632	13,492,160	10,529,260	4,882,818	152,366	42,842,764
Series 2016	263,750	263,750	263,750	263,750	263,750	826,700				2,145,450
Capital leases:										
Energy lease										-
Tot	3,333,032	3,269,932	3,209,807	3,153,257	3,092,432	14,351,860	10,529,260	4,882,818	152,366	45,974,764
Total Principal and Interest	\$ 4,888,032	\$ 4,944,932	\$ 5,034,807	\$ 5,098,257	\$ 5,202,432	\$ 28,501,860	\$ 34,424,260	\$ 40,417,818	\$ 8,882,366	\$ 137,394,764

Unified School District No. 469, Lansing, Kansas

Regulatory-Required

Supplementary Information

For the year ended June 30, 2018

USD #469 LANSING, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustments to Comply with Legal Max</u>	<u>Adjustments for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
General Funds						
General	\$ 15,186,345	\$ (107,761)	\$ 224,930	\$ 15,303,514	\$ 15,303,514	\$ 0
Supplemental General	5,008,582	(32,550)	0	4,976,032	4,976,032	0
Special Purpose Funds						
Vocational Education	138,253	0	0	138,253	138,253	0
Special Education	6,797,250	0	0	6,797,250	5,987,845	(809,405)
Driver Training	18,849	0	0	18,849	12,943	(5,906)
Food Service	1,363,991	0	0	1,363,991	1,105,978	(258,013)
Capital Outlay	1,710,687	0	0	1,710,687	1,498,204	(212,483)
Gifts and Grants	5,300	0	0	5,300	2,100	(3,200)
Parent Education	88,162	0	0	88,162	67,608	(20,554)
Professional Development	36,991	0	0	36,991	29,467	(7,524)
KPERS Special Contribution	2,131,345	0	0	2,131,345	2,019,978	(111,367)
At-Risk Fund	1,100,000	0	0	1,100,000	1,100,000	0
Bilingual	16,500	0	0	16,500	16,108	(392)
Debt Service Funds						
Bond and Interest	4,834,757	0	0	4,834,757	4,834,757	0

USD #469 LANSING, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax	9		9
Federal grants	11,244	14,000	(2,756)
State aid/grants	15,067,331	15,172,345	(105,014)
Charges for services			0
Interest income			0
Miscellaneous revenues	224,930		224,930
Operating transfers			0
	<u>15,303,514</u>	<u>15,186,345</u>	<u>117,169</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	8,075,123	8,023,995	51,128
Student support services	537,817	545,000	(7,183)
Instruction support staff	400,111	365,000	35,111
General administration	470,157	477,000	(6,843)
School administration	998,370	1,182,000	(183,630)
Operations and maintenance	2,048	0	2,048
Student transportation services	615,961	572,600	43,361
Central support services	73,098	72,000	1,098
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	4,130,829	3,948,750	182,079
Adjustment to comply with legal max		(107,761)	107,761
Adjustment for qualifying budget credits		224,930	(224,930)
	<u>15,303,514</u>	<u>\$ 15,303,514</u>	<u>\$ 0</u>
Total Expenditures			
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

USD #469 LANSING, KANSAS
SUPPLEMENTAL GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 1,925,070	\$ 1,931,811	\$ (6,741)
Delinquent tax	12,368	24,069	(11,701)
Motor vehicle tax	238,241	210,042	28,199
RV tax	4,133	2,657	1,476
Commercial vehicle tax		6,844	(6,844)
Federal grants			0
State aid/grants	2,933,410	2,929,502	3,908
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
Total Cash Receipts	<u>5,113,222</u>	<u>5,104,925</u>	<u>8,297</u>
EXPENDITURES			
Instruction	832,166	2,438,582	(1,606,416)
Student support services			0
Instruction support staff	336,999		336,999
General administration	342,692		342,692
School administration			0
Operations and maintenance	1,234,265		1,234,265
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers	2,229,910	2,570,000	(340,090)
Adjustment to comply with legal max		(32,550)	32,550
Adjustment for qualifying budget credits			0
Total Expenditures	<u>4,976,032</u>	<u>\$ 4,976,032</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	137,190		
Unencumbered Cash, Beginning	161,732		
Prior Year Cancelled Encumbrances			
Unencumbered Cash, Ending	<u>\$ 298,922</u>		

USD #469 LANSING, KANSAS
 CAREER AND POSTSECONDARY FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	9,463	4,100	5,363
Charges for services			0
Interest income			0
Miscellaneous revenues	7,859	7,000	859
Operating transfers	<u>130,812</u>	<u>125,000</u>	<u>5,812</u>
Total Cash Receipts	<u>148,134</u>	<u>136,100</u>	<u>12,034</u>
EXPENDITURES			
Instruction	138,253	138,253	0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>138,253</u>	<u>\$ 138,253</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	9,881		
Unencumbered Cash, Beginning	2,153		
Prior Year Cancelled Encumbrances			
Unencumbered Cash, Ending	\$ <u>12,034</u>		

USD #469 LANSING, KANSAS
SPECIAL EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	533,536	100,000	433,536
State aid/grants	271,806	1,500,000	(1,228,194)
Charges for services	143,636		143,636
Interest income			0
Miscellaneous revenues	229,293		229,293
Operating transfers	<u>4,856,474</u>	<u>5,197,250</u>	<u>(340,776)</u>
Total Cash Receipts	<u>6,034,745</u>	<u>6,797,250</u>	<u>(762,505)</u>
EXPENDITURES			
Instruction	4,174,927	5,120,080	(945,153)
Student support services	1,005,089	784,300	220,789
Instruction support staff	136,251	129,500	6,751
General administration	218,812	226,450	(7,638)
School administration	138,837	210,820	(71,983)
Operations and maintenance	126,047	125,800	247
Student transportation services	187,882	200,300	(12,418)
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>5,987,845</u>	<u>\$ 6,797,250</u>	<u>\$ (809,405)</u>
Receipts Over (Under) Expenditures	46,900		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u> </u>		
Unencumbered Cash, Ending	<u>\$ 46,900</u>		

USD #469 LANSING, KANSAS
 DRIVER TRAINING FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	5,248	10,500	(5,252)
Charges for services			0
Interest income			0
Miscellaneous revenues	13,068		13,068
Operating transfers			0
	<u>18,316</u>	<u>10,500</u>	<u>7,816</u>
Total Cash Receipts			
	<u>18,316</u>	<u>10,500</u>	<u>7,816</u>
EXPENDITURES			
Instruction	11,693	18,849	(7,156)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance	1,250		1,250
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>12,943</u>	<u>18,849</u>	<u>(5,906)</u>
Total Expenditures			
	<u>12,943</u>	<u>\$ 18,849</u>	<u>\$ (5,906)</u>
Receipts Over (Under) Expenditures	5,373		
Unencumbered Cash, Beginning	8,349		
Prior Year Cancelled Encumbrances			
	<u>13,722</u>		
Unencumbered Cash, Ending	<u>\$ 13,722</u>		

USD #469 LANSING, KANSAS
 FOOD SERVICE FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants	520,462	534,534	(14,072)
State aid/grants	12,693	10,878	1,815
Charges for services	601,141	573,821	27,320
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>1,134,296</u>	<u>1,119,233</u>	<u>15,063</u>
Total Cash Receipts			
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations	1,105,978	1,363,991	(258,013)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>1,105,978</u>	<u>1,363,991</u>	<u>(258,013)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	28,318		
Unencumbered Cash, Beginning	244,758		
Prior Year Cancelled Encumbrances			
	<u>273,076</u>		
Unencumbered Cash, Ending	\$		

USD #469 LANSING, KANSAS
CAPITAL OUTLAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 980,523	\$ 932,132	\$ 48,391
Delinquent tax	4,128	14,985	(10,857)
Motor vehicle tax	84,732	79,091	5,641
RV tax	1,775	1,000	775
Commercial vehicle tax		2,577	(2,577)
Federal grants	4,686		4,686
State aid/grants	537,383	542,813	(5,430)
Charges for services			0
Interest income	110		110
Miscellaneous revenues	13,801		13,801
Operating transfers			0
Total Cash Receipts	<u>1,627,138</u>	<u>1,572,598</u>	<u>54,540</u>
EXPENDITURES			
Instruction	304,708	500,000	(195,292)
Student support services			0
Instruction support staff	30,569	240,000	(209,431)
General administration	989		989
School administration			0
Operations and maintenance	981,973	970,687	11,286
Student transportation services	16,232		16,232
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services	163,733		163,733
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>1,498,204</u>	<u>\$ 1,710,687</u>	<u>\$ (212,483)</u>
Receipts Over (Under) Expenditures	128,934		
Unencumbered Cash, Beginning	138,093		
Prior Year Cancelled Encumbrances			
Unencumbered Cash, Ending	<u>\$ 267,027</u>		

USD #469 LANSING, KANSAS
GIFTS AND GRANTS FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues	3,000	5,000	(2,000)
Operating transfers			0
	<u>3,000</u>	<u>5,000</u>	<u>(2,000)</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	2,100	5,300	(3,200)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>2,100</u>	<u>5,300</u>	<u>(3,200)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	900		
Unencumbered Cash, Beginning	300		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>1,200</u>		

USD #469 LANSING, KANSAS
PARENT EDUCATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	62,556	40,000	22,556
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>18,500</u>	<u>40,000</u>	<u>(21,500)</u>
Total Cash Receipts	<u>81,056</u>	<u>80,000</u>	<u>1,056</u>
EXPENDITURES			
Instruction			0
Student support services	67,608	88,162	(20,554)
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>67,608</u>	<u>\$ 88,162</u>	<u>\$ (20,554)</u>
Receipts Over (Under) Expenditures	13,448		
Unencumbered Cash, Beginning	8,162		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 21,610</u>		

USD #469 LANSING, KANSAS
PROFESSIONAL DEVELOPMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	2,985	5,000	(2,015)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>25,557</u>	<u>30,000</u>	<u>(4,443)</u>
Total Cash Receipts	<u>28,542</u>	<u>35,000</u>	<u>(6,458)</u>
EXPENDITURES			
Instruction			0
Student support services	21,013	36,991	(15,978)
Instruction support staff			0
General administration	7,578		7,578
School administration	876		876
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>29,467</u>	<u>\$ 36,991</u>	<u>\$ (7,524)</u>
Receipts Over (Under) Expenditures	(925)		
Unencumbered Cash, Beginning	1,991		
Prior Year Cancelled Encumbrances			
Unencumbered Cash, Ending	<u>\$ 1,066</u>		

USD #469 LANSING, KANSAS
 KPERS SPECIAL RETIREMENT CONTRIBUTION FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants	2,019,978	2,131,345	(111,367)
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers			0
	<u>2,019,978</u>	<u>2,131,345</u>	<u>(111,367)</u>
Total Cash Receipts			
EXPENDITURES			
Instruction	977,453	1,031,345	(53,892)
Student support services	189,550	200,000	(10,450)
Instruction support staff	189,550	200,000	(10,450)
General administration	189,550	200,000	(10,450)
School administration	189,550	200,000	(10,450)
Operations and maintenance	94,775	100,000	(5,225)
Student transportation services	94,775	100,000	(5,225)
Central support services			0
Other support services			0
Food service operations	94,775	100,000	(5,225)
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
	<u>2,019,978</u>	<u>\$ 2,131,345</u>	<u>\$ (111,367)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

USD #469 LANSING, KANSAS
 BILINGUAL EDUCATION FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	<u>16,108</u>	<u>16,500</u>	<u>(392)</u>
Total Cash Receipts	<u>16,108</u>	<u>16,500</u>	<u>(392)</u>
EXPENDITURES			
Instruction	16,108	16,500	(392)
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Community support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>16,108</u>	<u>\$ 16,500</u>	<u>\$ (392)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

USD #469 LANSING, KANSAS
 AT RISK FUND (K-12)
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$ 0
Delinquent tax			0
Motor vehicle tax			0
RV tax			0
Mineral production tax			0
Federal grants			0
State aid/grants			0
Charges for services			0
Interest income			0
Miscellaneous revenues			0
Operating transfers	1,100,000	1,100,000	0
Total Cash Receipts	1,100,000	1,100,000	0
EXPENDITURES			
Instruction	1,091,563	1,100,000	(8,437)
Student support services			0
Instruction support staff			0
General administration			0
School administration	8,437		8,437
Operations and maintenance			0
Student transportation services			0
Central support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service			0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	1,100,000	\$ 1,100,000	\$ 0
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	0		
Prior Year Cancelled Encumbrances	0		
Unencumbered Cash, Ending	\$ 0		

USD #469 LANSING, KANSAS
 BOND AND INTEREST FUND
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2018

	Actual	Budget	Variance- Over (Under)
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$ 1,734,617	\$ 1,646,802	\$ 87,815
Delinquent tax	13,241	31,883	(18,642)
Motor vehicle tax	307,625	271,780	35,845
RV tax	5,374	3,437	1,937
Commercial vehicle tax		8,856	(8,856)
Federal grants			0
State aid/grants	2,562,421	2,562,421	0
Charges for services			0
Interest income	930		930
Miscellaneous revenues	941		941
Operating transfers			0
Total Cash Receipts	<u>4,625,149</u>	<u>4,525,179</u>	<u>99,970</u>
EXPENDITURES			
Instruction			0
Student support services			0
Instruction support staff			0
General administration			0
School administration			0
Operations and maintenance			0
Student transportation services			0
Community support services			0
Other support services			0
Food service operations			0
Student activities			0
Facility acquisition and construction services			0
Debt service	4,834,757	4,834,757	0
Operating transfers			0
Adjustment to comply with legal max			0
Adjustment for qualifying budget credits			0
Total Expenditures	<u>4,834,757</u>	<u>\$ 4,834,757</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(209,608)		
Unencumbered Cash, Beginning	3,554,603		
Prior Year Cancelled Encumbrances	<u>896</u>		
Unencumbered Cash, Ending	<u>\$ 3,345,891</u>		

USD #469 LANSING, KANSAS
 ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2018

	<u>Textbook</u>	<u>Contingency Reserve</u>	<u>Title I</u>
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$	\$
Delinquent tax			
Motor vehicle tax			
RV tax			
Mineral production tax			
Federal grants			185,490
State aid/grants			
Charges for services			
Interest income			
Miscellaneous revenues	316,878		
Operating transfers		370,861	
	<u>316,878</u>	<u>370,861</u>	<u>185,490</u>
Total Cash Receipts			
	<u>316,878</u>	<u>370,861</u>	<u>185,490</u>
EXPENDITURES			
Instruction	67,787		185,490
Student support services			
Instruction support staff			
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services			
Debt service			
Operating transfers	306,007		
Adjustment for qualifying budget credits			
	<u>373,794</u>	<u>0</u>	<u>185,490</u>
Total Expenditures			
	<u>373,794</u>	<u>0</u>	<u>185,490</u>
Receipts Over (Under) Expenditures	(56,916)	370,861	0
Unencumbered Cash, Beginning	56,916	116,822	0
Prior Year Cancelled Encumbrances		0	0
	<u>0</u>	<u>487,683</u>	<u>0</u>
Unencumbered Cash, Ending	\$	\$	\$

USD #469 LANSING, KANSAS
 ANY NONBUDGETED FUNDS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended June 30, 2018

	Grant and LEF	Special Assessment	Title IIA
CASH RECEIPTS			
Taxes and Shared Revenue			
Ad valorem property tax	\$	\$ 144,265	\$
Delinquent tax		877	
Motor vehicle tax		29,472	
RV tax		470	
Commercial vehicle tax			
Federal grants			50,767
State aid/grants	44,319		
Charges for services			
Interest income			
Miscellaneous revenues			
Operating transfers			
Total Cash Receipts	<u>44,319</u>	<u>175,084</u>	<u>50,767</u>
EXPENDITURES			
Instruction			50,767
Student support services			
Instruction support staff	54,827		
General administration			
School administration			
Operations and maintenance			
Student transportation services			
Central support services			
Other support services			
Food service operations			
Student activities			
Facility acquisition and construction services		174,582	
Debt service			
Operating transfers			
Adjustment for qualifying budget credits			
Total Expenditures	<u>54,827</u>	<u>174,582</u>	<u>50,767</u>
Receipts Over (Under) Expenditures	(10,508)	502	0
Unencumbered Cash, Beginning	10,658	152,146	0
Prior Year Cancelled Encumbrances	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 150</u>	<u>\$ 152,648</u>	<u>\$ 0</u>

USD #469 LANSING, KANSAS
 AGENCY FUNDS
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended June 30, 2018

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Student activity funds:				
Lansing High School				
National Art Honor Society	\$ 1,143	\$ -	\$ -	\$ 1,143
Baseball club	2,283	3,998	4,271	2,010
Band club	-	51,855	46,103	5,752
Boosters - Band	10,766	30,878	26,521	15,123
Boys soccer	-	-	-	-
Girls soccer	14,463	1,012	9,641	5,834
Bowling club	119	-	-	119
Cheerleaders	10,567	27,200	29,217	8,550
Vocal music	9,695	66,939	70,895	5,739
DECA	-	24,626	21,801	2,825
DECA Nationals	-	7,601	7,601	-
Art	-	-	-	-
Drama	6,666	13,258	14,577	5,347
Track	4,691	5,756	8,423	2,024
Football	2,238	-	1,556	682
Golf	75	-	75	-
Boys Basketball	501	7,392	6,694	1,199
Lady Lion basketball	55	3,996	3,849	202
Leadership club	5,083	6,168	2,733	8,518
National forensics club	911	41,736	42,647	-
National honor society	434	1,235	1,138	531
Kay	568	811	853	526
In House training	98	1,100	878	320
Kayettes	1,978	2,603	2,240	2,341
FCA	4	-	-	4
Social Work	28	500	-	528
Guidance	3,411	9,163	8,389	4,185
Wrestling	2,283	3,998	4,271	2,010
Volleyball club	86	14,390	14,450	26
Tennis club	400	4,597	2,981	2,016
Lionettes	1,101	15,602	15,054	1,649
Math club	1,787	2,190	2,658	1,319
Music theatre club	2,289	9,785	8,068	4,006
Softball	2,955	2,018	2,429	2,544
Swim club - Boys	460	295	288	467
Swim club - Girls	12,252	16,190	15,539	12,903
Spanish honor society	544	455	612	387
Scholar Bowl	420	-	106	314
French club	476	326	286	516
Class of 2017	4,222	-	4,222	-
Class of 2018	3,113	7,232	4,035	6,310
Class of 2019	464	2,598	592	2,470
Class of 2020	-	426	50	376
Class of 2021	-	191	-	191
Class of 2015	-	-	-	-
Class of 2016	-	-	-	-
Culinary Arts	-	1,921	903	1,018
Pen paw club	975	293	364	904
Science club	1,655	-	150	1,505
Video production	3,579	-	430	3,149
Tri-M music honor society	9	-	-	9
Weight Club	52	697	13	736
Subtotal Lansing High School	<u>114,899</u>	<u>391,031</u>	<u>387,603</u>	<u>118,327</u>

USD #469 LANSING, KANSAS
 AGENCY FUNDS
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended June 30, 2018

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student activity funds:				
Lansing Middle School				
Band	2,062	2,783	3,085	1,760
Donations	360	-	-	360
Drama	1,187	-	382	805
Just say no	957	-	-	957
Math club	354	-	-	354
STUCO	3,211	867	2,703	1,375
8th grade celebration	2,334	2,834	3,531	1,637
Fundraising	13,914	70,292	73,025	11,181
Pep club	290	20,007	20,208	89
Science club	1,203	-	-	1,203
Subtotal Lansing Middle School	<u>25,872</u>	<u>96,783</u>	<u>102,934</u>	<u>19,721</u>
Lansing Elementary School				
STUCO	10,531	3,087	6,263	7,355
Lansingers	463	1,123	1,094	492
Subtotal Lansing Intermediate School	<u>10,994</u>	<u>4,210</u>	<u>7,357</u>	<u>7,847</u>
Total agency funds	<u>\$ 151,765</u>	<u>\$ 492,024</u>	<u>\$ 497,894</u>	<u>\$ 145,895</u>

USD #469 LANSING, KANSAS
DISTRICT ACTIVITY FUNDS
Schedule of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2018

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts							
High School activity fund							
Athletics	\$ -		\$ -	\$ -	\$ -		\$ -
District activity	15,405		116,615	121,367	10,653		10,653
Total High School activity fund	15,405	0	116,615	121,367	10,653	0	10,653
Middle School activity fund							
Athletics	-		-	-	-		-
District activity	21,877		24,628	32,468	14,037		14,037
Total Middle School activity fund	21,877	0	24,628	32,468	14,037	0	14,037
Subtotal Gate Receipts	37,282	0	141,243	153,835	24,690	0	24,690
School Projects							
Lansing High School							
Admin Accounts	10,554		185,517	179,878	16,193		16,193
Autism	3,738		4,192	4,676	3,254		3,254
FACS	1,906		-	238	1,668		1,668
Yearbook	21,914		11,583	3,197	30,300		30,300
Site Council	241		-	-	241		241
Newspaper	733		-	498	235		235
Culinary arts	-		10,262	9,932	330		330
Helping Hands	1,768		1,243	63	2,948		2,948
Lansing Middle School							
Yearbook	1,712		14,214	12,678	3,248		3,248
Library	-		4,692	4,604	358		358
Lions Pantry	1,773		1,520	485	2,808		2,808
Peer Leadership	352		-	329	23		23
Vocal Music	1,434		7,273	7,718	989		989
Admin Accounts	1,769		78,891	76,319	4,341		4,341
Project accounts	1,397		1,406	288	2,515		2,515
Lansing Elementary School							
Administration	7,339		84,533	86,493	5,379		5,379
Field trips	6,062		44,708	44,505	6,265		6,265
Lunch	-		33,652	33,652	-		-
Subtotal School Projects	62,293	-	483,958	465,556	81,095	-	81,095
Total District Activity Funds	\$ 99,575	\$ 0	\$ 625,201	\$ 619,391	\$ 105,785	\$ 0	\$ 105,785

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Karlin & Long, LLC
Certified Public Accountants

Board of Education
Unified School District No. 469
Lansing, Kansas 66043

INDEPENDENT AUDITOR'S 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*

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, the aggregate discretely presented component units of Unified School District No. 469 as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Unified School District No. 469's basic financial statement, and have issued our report thereon dated August 31, 2018.

The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unmodified as presented on a prescribed 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 principles 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 Unified School District No. 469, Lansing, Kansas' 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 statements, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 469, Lansing, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 469, Lansing, Kansas' 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the organization's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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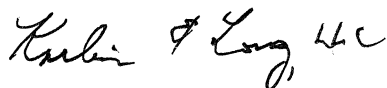
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 469'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 statements 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 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.

A handwritten signature in cursive script that reads "Karlin & Long, LLC".

Karlin & Long, LLC
Certified Public Accountants

August 31, 2018

...KL...

Karlin & Long, LLC
Certified Public Accountants

Board of Education
Unified School District No. 469
Lansing, Kansas 66043

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE**

Report on Compliance for Each Major Federal Program

We have audited Unified School District No. 469's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Unified School District No. 469's major federal programs for the year ended June 30, 2018. Unified School District No. 469'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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Unified School District No. 469'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 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 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 Unified School District No. 469'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 Unified School District No. 469's compliance.

Opinion on Each Major Federal Program

In our opinion, Unified School District No. 469 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, 2018.

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Report on Internal Control over Compliance

Management of Unified School District No. 469 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 Unified School District No. 469's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 469'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.



Karlin & Long, LLC
Certified Public Accountants

August 31, 2018

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2018

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass- Through Grantor Number	Federal Expenditures
<hr/>			
U.S. Department of Education			
Passed through State Department of Education:			
Title I	84.010	*	\$ 180,257
EHC Flo-Thru	84.027	*	487,322
Reserve fund	84.048	*	1,200
EC Flo-Thru	84.173	*	20,619
Title II - Teacher Quality	84.367	*	50,767
ESSA Student Support	84.424	*	5,233
Department of Education Cluster			<hr/> 745,398
<hr/>			
U.S. Department of Agriculture			
Passed through State Department of Education:			
Professional standards grant	10.547	*	1,008
School Breakfast	10.553	*	88,151
National School Lunch Program	10.555	*	432,311
Special Education Aid	10.560	*	17,462
Department of Agriculture Cluster			<hr/> 538,932
<hr/>			
Other Federal Assistance			
Direct Program:			
Youth Risk Behavior	93.079	*	445
TANF - KS Parent Education	93.558	*	24,703
P.L. 382, Impact Aid	84.041	*	23,596
			<hr/>
Total Federal Assistance			<hr/> <hr/> \$ 1,333,074

* Not available

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

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the year ended June 30, 2018

A. Summary of Audit Results

1. The auditor's report expresses an Adverse Opinion on the financial statements of Unified School District #469 in accordance with Generally Accepted Accounting Principles. The auditor's report expresses an Unmodified Opinion on the financial statements in accordance with the regulatory basis.
2. No reportable conditions relating to the audit of the general purpose financial statements are reported in the Independent Auditors' Report on Compliance and on Internal Control over Financial Reporting Based on a Audit of Financial Statements Performed in accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the general purpose financial statements of Unified School District No. 469 were disclosed during the audit.
4. The auditors' report on compliance for the major federal award programs for Unified School District No. 469 expresses an unmodified opinion on all major federal programs.
5. Audit findings relative to the major federal award programs for Unified School District No. 469 are reported in this schedule.
6. The programs tested as major programs included:
Department of Education: Food Service Cluster CFDA No. 10.553 and 10.555 and EHC Flo-Thru CFDA No. 84.027
7. Unified School District No. 469 was not determined to be a low-risk auditee.
8. The threshold for distinguishing types A and B programs was \$750,000.

B. Findings – Financial Statement Audit
None

C. Findings and Questioned Costs – Major Federal Awards Programs Audit
Department of Education: Food Service Cluster CFDA No. 10.553 and 10.555
and EHC Flo-Thru CFDA No. 84.027

No findings of noncompliance or questioned costs were noted.

UNIFIED SCHOOL DISTRICT No. 409
Schedule of Findings and Questioned Costs
Year Ended June 30, 2018

2018-001 Financial Reporting

None

UNIFIED SCHOOL DISTRICT No. 469
Schedule of Findings and Questioned Costs
Year Ended June 30, 2018

2017-001 Financial Reporting

None

UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2018

NOTE 1 – Basis of Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 469 Lansing, Kansas and is presented on the statutory basis of accounting. The information in this schedule is presented in accordance with the requirements of Uniform Guidance, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Statutory Basis of Accounting – The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

Unified School District No. 469 has obtained a waiver from generally accepted accounting principles which allows the district to revert to statutory basis of accounting.

Departure from Generally Accepted Accounting Principles – The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and mature principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles.

LANSING UNIFIED SCHOOL DISTRICT NO. 469
Lansing, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2018

NOTE 1 – Basis of Accounting (continued)

Departure from Generally Accepted Account Principles (ctd.) - General fixed assets that account for the land, buildings, and equipment owned by the district are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

NOTE 2 – Pass-Through Awards

Unified School District No. 469 receives certain federal awards in the form of pass-through awards from the State of Kansas. Such amounts received as pass-through awards are specifically identified on the Schedule of Expenditures of Federal Awards.

NOTE 3 – Major Programs

In accordance with Uniform Guidance, major programs are determined using a risk-based approach. The Food Service Cluster have been determined by the independent auditor to be major programs.

NOTE 4 – Contingencies

The District receives funds under various federal grant programs and such awards are to be expended in accordance with provisions of the various grants. Compliance with the grants is subject to audit by various government agencies which may impose sanctions in the event of non-compliance. Managements believes that they have complied with all aspects of the various grant provisions and the results of adjustments, if any, relating to such audits would not have any material financial impact.

NOTE 5 – Indirect Costs

Unified School District No 469 has elected not to use the 10 percent de minimis indirect cost rate allowed under uniform guidance.