

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT  
For the Fiscal Year Ended June 30, 2017

CLUBINE AND RETTELE, CHARTERED  
CERTIFIED PUBLIC ACCOUNTANTS  
Salina, Kansas

UNIFIED SCHOOL DISTRICT NO. 331

Kingman, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT

For the Fiscal Year Ended June 30, 2017

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UNIFIED SCHOOL DISTRICT NO. 331

Kingman, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT

For the Fiscal Year Ended June 30, 2017

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## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
Unified School District No. 331  
Kingman, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 331, 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 2 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

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

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

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

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

As described in Note 2 of the financial statement, the financial statement is prepared by Unified School District No. 331 to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 331 as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

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

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 331 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 2.

### ***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the June 30, 2017 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements-agency funds, schedule of regulatory basis receipts, expenditures, and unencumbered cash balances-District activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the June 30, 2017 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 June 30, 2017 basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the June 30, 2017 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 June 30, 2017 basic financial statement or to the June 30, 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the June 30, 2017 supplementary information is fairly stated in all material respects in relation to the June 30, 2017 basic financial statement as a whole, on the basis of accounting described in Note 2.

The June 30, 2016 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedule 2 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the June 30, 2016 basic financial statement upon which we rendered an unmodified opinion dated October 20, 2016. The June 30, 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such June 30, 2016 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the June 30, 2016 basic financial statement. The June 30, 2016 comparative information was subjected to the auditing procedures applied in the audit of the June 30, 2016 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the June 30, 2016 basic financial statement or to the June 30, 2016 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the June 30, 2016 comparative information is fairly stated in all material respects in relation to the June 30, 2016 basic financial statement as a whole, on the basis of accounting described in Note 2.

Clubine and Rettele, Chartered

*Clubine and Rettele, Chartered*

Salina, Kansas  
October 2, 2017

UNIFIED SCHOOL DISTRICT NO. 331

Kingman, Kansas

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

Statement 1

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:						
General	\$ -	\$ 7,402,323.49	\$ 7,402,323.49	\$ -	\$ 81,131.35	\$ 81,131.35
Supplemental General	-	2,442,044.03	2,349,718.00	92,326.03	208,512.03	300,838.06
Special Purpose Funds:						
Capital Outlay	1,123,188.30	660,197.26	512,214.61	1,271,170.95	-	1,271,170.95
Drivers Education	25,100.00	13,379.19	12,679.19	25,800.00	-	25,800.00
Food Service	117,500.00	453,115.83	450,615.83	120,000.00	-	120,000.00
Special Education	380,000.00	1,890,396.98	1,820,396.98	450,000.00	-	450,000.00
Vocational Education	70,000.00	566,137.75	536,137.75	100,000.00	10,462.51	110,462.51
At Risk	65,000.00	713,849.34	713,849.34	65,000.00	-	65,000.00
Recreation Commission	24,508.16	329,236.71	338,213.00	15,531.87	-	15,531.87
Recreation Commission Employee Benefits	5,139.31	76,968.28	78,800.00	3,307.59	-	3,307.59
Professional Development	11,500.00	13,726.20	3,226.20	22,000.00	-	22,000.00
KPERS Special Retirement Contribution	-	427,262.02	427,262.02	-	-	-
Virtual School	108,050.00	161,825.73	86,575.73	183,300.00	-	183,300.00
Textbook Rental	180,000.00	35,000.00	-	215,000.00	-	215,000.00
Title I Grants to Local Education Agencies	-	198,827.00	198,827.00	-	19,348.39	19,348.39
Title II-A Improving Teacher Quality	-	42,172.00	42,172.00	-	-	-
Carl D. Perkins Grant	-	6,830.40	6,830.40	-	-	-
Grants Received	1,007.02	107,364.74	51,260.18	57,111.58	47,673.56	104,785.14
Contingency Reserve	765,000.00	-	-	765,000.00	-	765,000.00
QZAB Lease Sinking Fund	625,000.00	125,000.00	-	750,000.00	-	750,000.00
District Activity	77,687.86	378,013.99	381,217.97	74,483.88	-	74,483.88
Bond and Interest Funds:						
Bond and Interest	1,140,203.25	918,458.70	931,418.51	1,127,243.44	-	1,127,243.44
Trust Funds:						
Scholarships	245,311.30	188.60	5,600.00	239,899.90	-	239,899.90
Total Reporting Entity (Excluding Agency Funds)	\$ 4,964,195.20	\$ 16,962,318.24	\$ 16,349,338.20	\$ 5,577,175.24	\$ 367,127.84	\$ 5,944,303.08
Composition of Cash:						
				Checking and Saving Accounts		\$ 5,061,880.46
				Certificates of Deposits		236,436.60
				QZAB Lease Sinking Fund		750,000.00
				Total Cash		6,048,317.06
				Agency Funds per Schedule 3		(104,013.98)
				Total Reporting Entity (Excluding Agency Funds)		\$ 5,944,303.08

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

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT  
June 30, 2017

**Note 1 Reporting Entity**

Unified School District No. 331 (the District) is a municipal corporation governed by an elected seven-member board. This financial statement presents USD No. 331 (the municipality).

This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the District and/or its constituents.

Kingman-Norwich Recreation Commission. The Kingman-Norwich Recreation Commission oversees recreational activities. The Recreation Commission operates as a separate governing body but the District levies taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute, K.S.A. 12-1928. The Recreation Commission cannot purchase real property but can acquire real property by gift. The audited financial statement is available at the Kingman-Norwich Recreation Commission's office.

**Note 2 Basis of Accounting**

*Regulatory Basis of Accounting.* 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 revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities, or deferred inflows or outflows, other than those mentioned above.

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

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

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

Special Purpose Fund - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Projects and tax levies for long-term debt) that are intended for a specified purpose.

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

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

Agency Fund - Funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT (Cont.)  
June 30, 2017

Note 2 Basis of Accounting (Cont.)

*Departure from Accounting Principles Generally Accepted in the United States of America.* The basis of accounting described above results in a financial statement presentation which shows receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities, such as deferred revenue and matured principal and interest payable, and reservations of fund balance are not presented. Under accounting principles generally accepted in the United States of America, 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 year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the District are not presented in the financial statement.

Note 3 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), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but a 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 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 budget amendments for the 2016-17 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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.



UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT (Cont.)  
June 30, 2017

Note 3 Budgetary Information (Cont.)

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Title I Grants to Local Education Agencies Fund	Textbook Rental Fund
Title II-A Improving Teacher Quality Fund	Grants Received Fund
Carl Perkins Vocational Basic Grants to States Fund	Contingency Reserve Fund
Safe and Supportive Schools Continuum Grant Fund	KDHE Bullying Grant
District Activity Funds	QZAB Lease Sinking Fund

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 body.

Note 4 Deposits and Investments

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

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

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

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

Deposits. At June 30, 2017, the District's carrying amount of deposits was \$6,048,317.06 and the bank balance was \$6,504,864.77. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$750,000.00 was covered by federal depository insurance, \$3,755,657.87 was collateralized with securities held by the pledging financial institutions' agents in the District's name, and \$1,999,206.90 was secured with an irrevocable letter of credit issued by Federal Home Loan Bank of Topeka.

Note 5 In-Substance Receipt in Transit

The District received \$341,682.00 for General State Aid and \$103,150.00 for Supplemental General State aid subsequent to June 30, 2017. 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.

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT (Cont.)  
June 30, 2017

Note 6 Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	Capital Outlay Fund	K.S.A. 72-6428	\$ 5,194.46
General Fund	Drivers Education Fund	K.S.A. 72-6428	54.19
General Fund	Food Service Fund	K.S.A. 72-6428	4,862.55
General Fund	Special Education Fund	K.S.A. 72-6428	1,593,550.00
General Fund	Vocational Education Fund	K.S.A. 72-6428	320,129.93
General Fund	At Risk Fund	K.S.A. 72-6428	685,849.34
General Fund	KPERS Special Retirement Fund	K.S.A. 72-6428	427,262.02
General Fund	Virtual School Fund	K.S.A. 72-6428	161,185.73
General Fund	Textbook Rental Fund	K.S.A. 72-6428	333.19
General Fund	Professional Development Fund	K.S.A. 72-6428	226.20
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	283,178.21
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6433	246,007.82
Supplemental General Fund	Professional Development Fund	K.S.A. 72-6433	13,500.00
Supplemental General Fund	At Risk Fund	K.S.A. 72-6433	28,000.00
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	14,000.00

Note 7 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 required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org), or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603-3869) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate through March 31, 2016 with a 0% moratorium until June 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 16.03% and 10.81%, respectively, for the fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$97,917,091.00.

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT (Cont.)  
June 30, 2017

Note 7 Defined Benefit Pension Plan (Cont.)

The State of Kansas is required to contribute the statutory required employer's share. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$427,262.02 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 \$7,888,980.00. 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 publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

Note 8 Other Post Employment Benefits

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

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

Note 9 Termination Benefits

The District provides an early retirement program for certain eligible employees. An employee is eligible for early retirement if such employee meets the criteria as stated in the District's early retirement policy. Early retirement benefits will be provided by the District for a maximum of five years from the date of retirement with no benefits being paid after the retiree's 65th birthday. Payments to retired employees under this plan were \$56,353.69 for the fiscal year ended June 30, 2017.

Licensed employees with 15 years of experience within the District who have accumulated leave days up to 70 days upon retirement from the District or retirement due to medical disability will be compensated for the unused leave days at a rate of \$40 per day. Classified employees with 15 years of experience within the District who are eligible for exercising a retirement option in KPERS will be paid for accumulated unused sick leave at \$30 per day and unused vacation leave at the employee's daily rate of pay. There were no payments to retiring staff under these policies for the fiscal year ended June 30, 2017.

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT (Cont.)  
June 30, 2017

Note 10 Compensated Absences

The District provides compensation for absences. Classified employees earn vacation leave according to the following schedule:

<u>Years of Service</u>	<u>Vacation Earned</u>
1-14	10 days per year
15-24	15 days per year
25 or more	20 days per year

Classified employees can accumulate up to 10 days of paid vacation.

Certified employees earn 12 days of chargeable leave per school year. At the end of the school year, any unused chargeable leave days become accumulated personal sick leave up to a maximum of 61 days. Licensed personnel shall be paid \$40 for each full day of leave which he/she has accumulated in excess of 61 days at the completion of their annual contract up to a maximum of 9 days.

Classified employees are entitled to sick leave and is earned at the rate of one day per calendar month based on actual hours worked per day, cumulative according to the following schedule:

<u>Employment Term</u>	<u>Maximum Accumulation</u>
12 month employees	60 days
11 month employees	55 days
10.5 month employees	52.5 days
9 month employees	45 days

When accumulated sick leave days are above the maximum number of accumulated days, classified employees shall be reimbursed for such days at the rate of 30% of their daily rate of pay. The District paid \$8,292.96 to employees for unused sick leave pursuant to the policies described above for the fiscal year ended June 30, 2017.

As of June 30, 2017, the District had a total sick leave liability of \$725,990.21 and vacation leave liability of \$21,357.11.

Note 11 Subsequent Events

The District's management has evaluated events and transactions occurring after June 30, 2017 through October 2, 2017. The aforementioned date represents the date the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
NOTES TO FINANCIAL STATEMENT (Cont.)  
June 30, 2017

Note 12 - Long-Term Debt

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
<b>General Obligation Bonds:</b>									
Refunding Bond 2011	1.00-2.97%	10/26/2011	\$6,115,000.00	10/1/2019	\$3,510,000.00	\$ -	\$ 855,000.00	\$2,655,000.00	\$ 76,418.48
<b>Capital Leases</b>									
Copier Lease	4.03%	10/17/2014	152,680.95	9/17/2019	102,698.39	-	30,181.74	72,516.65	3,585.18
QZAB Lease *	5.52%	5/18/2011	1,500,000.00	5/18/2023	1,500,000.00	-	-	1,500,000.00	82,800.00
Total Capital Leases					1,602,698.39	-	30,181.74	1,572,516.65	86,385.18
Total Contractual Indebtedness					\$5,112,698.39	\$ -	\$ 885,181.74	\$4,227,516.65	\$ 162,803.66

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

	2018	2019	2020	2021	2022	2023	Total
<b>Principal</b>							
Refunding Bond 2011	\$ 865,000.00	\$ 885,000.00	\$ 905,000.00	\$ -	\$ -	\$ -	\$2,655,000.00
Copier Lease	31,420.74	32,710.59	8,385.32	-	-	-	72,516.65
QZAB Lease *	-	-	-	-	-	1,500,000.00	1,500,000.00
Total Principal	\$ 896,420.74	\$ 917,710.59	\$ 913,385.32	\$ -	\$ -	\$1,500,000.00	\$4,227,516.65
<b>Interest</b>							
Refunding Bond 2011	\$ 58,567.08	\$ 37,963.33	\$ 13,443.78	\$ -	\$ -	\$ -	\$ 109,974.19
Copier Lease	2,346.18	1,056.33	56.41	-	-	-	3,458.92
QZAB Lease *	82,800.00	82,800.00	82,800.00	82,800.00	82,800.00	82,800.00	496,800.00
Total Interest	143,713.26	121,819.66	96,300.19	82,800.00	82,800.00	82,800.00	610,233.11
Total Principal and Interest	\$1,040,134.00	\$1,039,530.25	\$1,009,685.51	\$ 82,800.00	\$ 82,800.00	\$1,582,800.00	\$4,837,749.76

\* The District makes payments to a noninterest-bearing sinking fund established for the QZAB Lease. Each year, the District adds \$125,000 to the sinking fund which will be applied to the principal due on the lease upon maturity. The QZAB Lease Sinking Fund currently contains \$750,000.00 and is listed on Statement 1. The United States Treasury, as part of the Qualified Zone Academy Bond program, paid an additional amount of \$77,128.20 of interest on this lease for the fiscal year ended June 30, 2017. The portion of interest to be paid by the United States Treasury in future periods is unknown, so the full interest obligation is listed for future periods.

**UNIFIED SCHOOL DISTRICT NO. 331  
KINGMAN, KANSAS**

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

**FOR THE YEAR ENDED JUNE 30, 2017**

## UNIFIED SCHOOL DISTRICT NO. 331

Kingman, Kansas

## Summary of Expenditures - Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:						
General *	\$ 7,723,843.00	\$ (321,692.00)	\$ 172.00	\$ 7,402,323.00	\$ 7,402,323.49	\$ 0.49
Supplemental General	2,349,718.00	-	-	2,349,718.00	2,349,718.00	-
Special Purpose Funds:						
Capital Outlay	1,773,406.00	-	-	1,773,406.00	512,214.61	(1,261,191.39)
Drivers Education	40,000.00	-	-	40,000.00	12,679.19	(27,320.81)
Food Service	550,000.00	-	-	550,000.00	450,615.83	(99,384.17)
Special Education	2,100,000.00	-	-	2,100,000.00	1,820,396.98	(279,603.02)
Vocational Education	550,000.00	-	-	550,000.00	536,137.75	(13,862.25)
At Risk	800,000.00	-	-	800,000.00	713,849.34	(86,150.66)
Recreation Commission	338,213.00	-	-	338,213.00	338,213.00	-
Recreation Commission Employee Benefits	78,800.00	-	-	78,800.00	78,800.00	-
Professional Development	25,000.00	-	-	25,000.00	3,226.20	(21,773.80)
KPERS Special Retirement Contribution	612,528.00	-	-	612,528.00	427,262.02	(185,265.98)
Virtual School	305,000.00	-	-	305,000.00	86,575.73	(218,424.27)
Bond and Interest Funds:						
Bond and Interest	932,919.00	-	-	932,919.00	931,418.51	(1,500.49)

\* The General Fund expenditures exceed the certified budget for expenditures due to rounding on budget figures.

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

General Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue				
Mineral Tax	\$ 9,710.88	\$ 8,395.47	\$ 9,711.00	\$ (1,315.53)
State Aid				
General State Aid	5,792,204.00	5,753,078.00	5,785,604.00	(32,526.00)
Supplemental State Aid	734,292.00	-	-	-
Special Education Aid	1,180,795.00	1,213,416.00	1,316,000.00	(102,584.00)
KPERS Aid	440,830.13	427,262.02	612,528.00	(185,265.98)
Capital Outlay Aid	18,896.00	-	-	-
Reimbursements	-	172.00	-	172.00
Total Receipts	<u>8,176,728.01</u>	<u>7,402,323.49</u>	<u>\$ 7,723,843.00</u>	<u>\$ (321,519.51)</u>
Expenditures				
Instruction	2,739,143.21	2,501,827.13	\$ 2,673,150.00	\$ (171,322.87)
Student Support Services	293,964.68	290,535.50	316,895.00	(26,359.50)
Instructional Support Services	48,247.21	52,880.18	52,900.00	(19.82)
General Administration	1,473.01	1,421.43	1,660.00	(238.57)
School Administration	8,493.00	6,425.00	8,500.00	(2,075.00)
Operations and Maintenance	855,802.40	881,601.60	904,500.00	(22,898.40)
Vehicle Operating Service	298,369.66	388,905.61	421,000.00	(32,094.39)
Vehicle Service and Maintenance	33,791.13	80,079.43	41,000.00	39,079.43
Operating Transfers	3,897,443.71	3,198,647.61	3,304,238.00	(105,590.39)
Adjustment to Comply With Legal Max	-	-	(321,692.00)	321,692.00
General Legal Fund Budget	<u>8,176,728.01</u>	<u>7,402,323.49</u>	<u>7,402,151.00</u>	<u>172.49</u>
Adjustment for Qualifying Budget Credits	-	-	172.00	(172.00)
Total Expenditures	<u>8,176,728.01</u>	<u>7,402,323.49</u>	<u>\$ 7,402,323.00</u>	<u>\$ 0.49</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		



## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Supplemental General Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 1,386,651.92	\$ 1,213,939.92	\$ 1,141,166.00	\$ 72,773.92
Delinquent Tax	33,837.60	47,745.78	33,303.00	14,442.78
Motor Vehicle Tax	153,749.12	148,730.70	121,914.00	26,816.70
Recreational Vehicle Tax	2,250.54	2,193.80	1,687.00	506.80
Commercial Vehicle Tax	8,792.29	12,475.83	9,690.00	2,785.83
State Aid				
Supplemental State Aid	-	1,016,958.00	1,041,958.00	(25,000.00)
Operating Transfers	764,436.53	-	-	-
Total Receipts	<u>2,349,718.00</u>	<u>2,442,044.03</u>	<u>\$ 2,349,718.00</u>	<u>\$ 92,326.03</u>
Expenditures				
Instruction	231,535.25	382,692.16	\$ 290,238.00	\$ 92,454.16
Student Support Services	168,821.39	170,043.61	215,000.00	(44,956.39)
General Administration	281,289.16	272,728.52	320,000.00	(47,271.48)
School Administration	429,428.19	426,981.55	467,000.00	(40,018.45)
Operations and Maintenance	163,212.97	162,805.13	185,000.00	(22,194.87)
Other Supplemental Service	357,659.04	349,781.00	415,000.00	(65,219.00)
Operating Transfers	717,772.00	584,686.03	457,480.00	127,206.03
Total Expenditures	<u>2,349,718.00</u>	<u>2,349,718.00</u>	<u>\$ 2,349,718.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	-	92,326.03		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 92,326.03</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Capital Outlay Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 425,821.30	\$ 442,566.53	\$ 436,168.00	\$ 6,398.53
Delinquent Tax	6,642.69	13,817.12	10,166.00	3,651.12
Motor Vehicle Tax	33,722.42	50,957.80	43,018.00	7,939.80
Recreational Vehicle Tax	532.64	758.82	595.00	163.82
Commercial Vehicle Tax	3,229.65	3,909.45	3,419.00	490.45
State Aid				
Capital Outlay State Aid	-	136,654.00	143,352.00	(6,698.00)
Interest On Idle Funds	3,462.92	4,459.20	3,500.00	959.20
Other Sources	14,550.00	1,879.88	10,000.00	(8,120.12)
Operating Transfers	80,035.04	5,194.46	-	5,194.46
Total Receipts	<u>567,996.66</u>	<u>660,197.26</u>	<u>\$ 650,218.00</u>	<u>\$ 9,979.26</u>
Expenditures				
Instruction	101,923.18	69,082.11	\$ 547,406.00	\$ (478,323.89)
Student Support Services	13,433.75	15,450.75	200,000.00	(184,549.25)
Instructional Support Staff	5,834.06	2,416.35	150,000.00	(147,583.65)
General Administration	19.98	-	-	-
Central Services	12,425.03	11,763.75	-	11,763.75
Operations and Maintenance	185,385.50	276,715.18	415,000.00	(138,284.82)
Transportation	49,911.69	515.67	330,000.00	(329,484.33)
Land and Site Improvement	53,533.69	5,599.00	-	5,599.00
Debt Service	130,630.40	130,671.80	131,000.00	(328.20)
Total Expenditures	<u>553,097.28</u>	<u>512,214.61</u>	<u>\$ 1,773,406.00</u>	<u>\$ (1,261,191.39)</u>
Receipts Over (Under) Expenditures	14,899.38	147,982.65		
Unencumbered Cash, Beginning	<u>1,108,288.92</u>	<u>1,123,188.30</u>		
Unencumbered Cash, Ending	<u>\$ 1,123,188.30</u>	<u>\$ 1,271,170.95</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Drivers Education Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 3,060.00	\$ 6,400.00	\$ 4,590.00	\$ 1,810.00
Student Fees	10,995.00	6,925.00	10,310.00	(3,385.00)
Operating Transfers	6,030.46	54.19	-	54.19
Total Receipts	<u>20,085.46</u>	<u>13,379.19</u>	<u>\$ 14,900.00</u>	<u>\$ (1,520.81)</u>
Expenditures				
Instruction	18,238.96	10,517.68	\$ 32,000.00	\$ (21,482.32)
Operations & Maintenance	-	-	4,000.00	(4,000.00)
Vehicle Operating Service	<u>1,846.50</u>	<u>2,161.51</u>	<u>4,000.00</u>	<u>(1,838.49)</u>
Total Expenditures	<u>20,085.46</u>	<u>12,679.19</u>	<u>\$ 40,000.00</u>	<u>\$ (27,320.81)</u>
Receipts Over (Under) Expenditures	-	700.00		
Unencumbered Cash, Beginning	<u>25,100.00</u>	<u>25,100.00</u>		
Unencumbered Cash, Ending	<u>\$ 25,100.00</u>	<u>\$ 25,800.00</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Food Service Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 12,868.73	\$ 14,540.79	\$ 3,845.00	\$ 10,695.79
Federal Aid	257,565.20	255,566.36	249,737.00	5,829.36
Local Receipts	152,596.11	164,146.13	129,938.00	34,208.13
Operating Transfers	36,401.87	18,862.55	48,980.00	(30,117.45)
Total Receipts	<u>459,431.91</u>	<u>453,115.83</u>	<u>\$ 432,500.00</u>	<u>\$ 20,615.83</u>
Expenditures				
Food Service Operation	<u>459,164.91</u>	<u>450,615.83</u>	<u>\$ 550,000.00</u>	<u>\$ (99,384.17)</u>
Receipts Over (Under) Expenditures	267.00	2,500.00		
Unencumbered Cash, Beginning	<u>117,233.00</u>	<u>117,500.00</u>		
Unencumbered Cash, Ending	<u>\$ 117,500.00</u>	<u>\$ 120,000.00</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

## Schedule 2

Kingman, Kansas

Special Education Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers	\$ 1,829,586.03	\$ 1,876,728.21	\$ 1,705,000.00	\$ 171,728.21
Other Sources	14,183.60	13,668.77	15,000.00	(1,331.23)
Total Receipts	<u>1,843,769.63</u>	<u>1,890,396.98</u>	<u>\$ 1,720,000.00</u>	<u>\$ 170,396.98</u>
Expenditures				
Instruction	1,630,863.32	1,710,016.32	\$ 1,897,560.00	\$ (187,543.68)
Vehicle Operating Service	89,084.87	82,553.68	121,140.00	(38,586.32)
Vehicle Services & Maintenance	13,364.53	14,214.98	31,300.00	(17,085.02)
Other Student Transportation Service	13,781.91	13,612.00	50,000.00	(36,388.00)
Total Expenditures	<u>1,747,094.63</u>	<u>1,820,396.98</u>	<u>\$ 2,100,000.00</u>	<u>\$ (279,603.02)</u>
Receipts Over (Under) Expenditures	96,675.00	70,000.00		
Unencumbered Cash, Beginning	<u>283,325.00</u>	<u>380,000.00</u>		
Unencumbered Cash, Ending	<u>\$ 380,000.00</u>	<u>\$ 450,000.00</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Vocational Education Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers	\$ 502,818.01	\$ 566,137.75	\$ 453,000.00	\$ 113,137.75
Other Sources	13,341.00	-	27,000.00	(27,000.00)
Total Receipts	<u>516,159.01</u>	<u>566,137.75</u>	<u>\$ 480,000.00</u>	<u>\$ 86,137.75</u>
Expenditures				
Instruction	<u>504,187.01</u>	<u>536,137.75</u>	<u>\$ 550,000.00</u>	<u>\$ (13,862.25)</u>
Receipts Over (Under) Expenditures	11,972.00	30,000.00		
Unencumbered Cash, Beginning	<u>58,028.00</u>	<u>70,000.00</u>		
Unencumbered Cash, Ending	<u>\$ 70,000.00</u>	<u>\$ 100,000.00</u>		

## At Risk Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers	\$ 697,110.54	\$ 713,849.34	\$ 735,000.00	\$ (21,150.66)
Expenditures				
Instruction	<u>697,110.54</u>	<u>713,849.34</u>	<u>\$ 800,000.00</u>	<u>\$ (86,150.66)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>65,000.00</u>	<u>65,000.00</u>		
Unencumbered Cash, Ending	<u>\$ 65,000.00</u>	<u>\$ 65,000.00</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Recreation Commission Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 304,214.29	\$ 278,879.81	\$ 273,080.00	\$ 5,799.81
Delinquent Tax	6,207.94	10,792.08	7,263.00	3,529.08
Motor Vehicle Tax	34,577.45	36,236.93	30,514.00	5,722.93
Recreational Vehicle Tax	517.43	538.82	422.00	116.82
Commercial Vehicle Tax	2,333.71	2,789.07	2,425.00	364.07
Total Receipts	<u>347,850.82</u>	<u>329,236.71</u>	<u>\$ 313,704.00</u>	<u>\$ 15,532.71</u>
Expenditures				
Appropriations	<u>333,598.00</u>	<u>338,213.00</u>	<u>\$ 338,213.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	14,252.82	(8,976.29)		
Unencumbered Cash, Beginning	<u>10,255.34</u>	<u>24,508.16</u>		
Unencumbered Cash, Ending	<u>\$ 24,508.16</u>	<u>\$ 15,531.87</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Recreation Commission Employee Benefits Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 68,119.72	\$ 66,506.18	\$ 65,179.00	\$ 1,327.18
Delinquent Tax	1,003.06	2,157.89	1,630.00	527.89
Motor Vehicle Tax	6,562.37	7,576.04	6,268.00	1,308.04
Recreational Vehicle Tax	98.66	112.07	86.00	26.07
Commercial Vehicle Tax	458.26	616.10	498.00	118.10
Total Receipts	<u>76,242.07</u>	<u>76,968.28</u>	<u>\$ 73,661.00</u>	<u>\$ 3,307.28</u>
Expenditures				
Appropriations	<u>73,000.00</u>	<u>78,800.00</u>	<u>\$ 78,800.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	3,242.07	(1,831.72)		
Unencumbered Cash, Beginning	<u>1,897.24</u>	<u>5,139.31</u>		
Unencumbered Cash, Ending	<u>\$ 5,139.31</u>	<u>\$ 3,307.59</u>		



Kingman, Kansas

Professional Development Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers	<u>\$ 13,500.00</u>	<u>\$ 13,726.20</u>	<u>\$ 13,500.00</u>	<u>\$ 226.20</u>
Expenditures				
Support Services	<u>13,500.00</u>	<u>3,226.20</u>	<u>\$ 25,000.00</u>	<u>\$ (21,773.80)</u>
Receipts Over (Under) Expenditures	-	10,500.00		
Unencumbered Cash, Beginning	<u>11,500.00</u>	<u>11,500.00</u>		
Unencumbered Cash, Ending	<u>\$ 11,500.00</u>	<u>\$ 22,000.00</u>		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

## KPERs Special Retirement Contribution Fund

## Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers	\$ 440,830.13	\$ 427,262.02	\$ 612,528.00	\$ (185,265.98)
Expenditures				
Employee Benefits	440,830.13	427,262.02	\$ 612,528.00	\$ (185,265.98)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

## Virtual School Fund

## Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Tuition	\$ 600.00	\$ 640.00	\$ 3,240.00	\$ (2,600.00)
Operating Transfers	181,360.68	161,185.73	193,710.00	(32,524.27)
Total Receipts	181,960.68	161,825.73	\$ 196,950.00	\$ (35,124.27)
Expenditures				
Instruction	72,526.46	62,068.73	\$ 270,000.00	\$ (207,931.27)
School Administration	15,322.91	16,125.77	27,000.00	(10,874.23)
Operations and Maintenance	2,943.31	8,381.23	8,000.00	381.23
Total Expenditures	90,792.68	86,575.73	\$ 305,000.00	\$ (218,424.27)
Receipts Over (Under) Expenditures	91,168.00	75,250.00		
Unencumbered Cash, Beginning	16,882.00	108,050.00		
Unencumbered Cash, Ending	\$ 108,050.00	\$ 183,300.00		

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Textbook Rental Fund

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Fees	\$ 37,796.76	\$ 34,666.81
Operating Transfers	947.40	333.19
Total Receipts	<u>38,744.16</u>	<u>35,000.00</u>
Expenditures		
Textbooks	<u>12,014.25</u>	<u>-</u>
Receipts Over (Under) Expenditures	26,729.91	35,000.00
Unencumbered Cash, Beginning	<u>153,270.09</u>	<u>180,000.00</u>
Unencumbered Cash, Ending	<u>\$ 180,000.00</u>	<u>\$ 215,000.00</u>

## Title I Grants to Local Education Agencies Fund

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	<u>\$ 191,857.00</u>	<u>\$ 198,827.00</u>
Expenditures		
Instruction and Administration	<u>191,857.00</u>	<u>198,827.00</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Title II-A Improving Teacher Quality Fund

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 42,916.00	\$ 42,172.00
Expenditures		
Instruction	42,916.00	42,172.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

## Carl D. Perkins Grant Fund

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
State Aid	\$ 11,089.92	\$ 6,830.40
Expenditures		
Instruction	10,089.92	6,830.40
Receipts Over (Under) Expenditures	1,000.00	-
Unencumbered Cash, Beginning	(1,000.00)	-
Unencumbered Cash, Ending	\$ -	\$ -

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 2

Kingman, Kansas

Grants Received

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Grants	\$ 28,671.89	\$ 107,364.74
Expenditures		
Grant Expenditures	27,915.84	51,260.18
Receipts Over (Under) Expenditures	756.05	56,104.56
Unencumbered Cash, Beginning	250.97	1,007.02
Unencumbered Cash, Ending	\$ 1,007.02	\$ 57,111.58

## KDHE Bullying Grant

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Grants	\$ -	\$ -
Expenditures		
Instruction	717.31	-
Receipts Over (Under) Expenditures	(717.31)	-
Unencumbered Cash, Beginning	717.31	-
Unencumbered Cash, Ending	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas

Schedule 2

Safe and Supportive Schools Continuum Grant  
Schedule of Receipts and Expenditures - Regulatory Basis  
For the Fiscal Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 23,684.00	\$ -
Expenditures		
Instruction	16,565.04	-
Central Services	1,923.00	-
Operations and Maintenance	18,295.41	-
Total Expenditures	36,783.45	-
Receipts Over (Under) Expenditures	(13,099.45)	-
Unencumbered Cash, Beginning	13,099.45	-
Unencumbered Cash, Ending	\$ -	\$ -

Contingency Reserve Fund  
Schedule of Receipts and Expenditures - Regulatory Basis  
For the Fiscal Year Ended June 30, 2017  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers	\$ 62,159.02	\$ -
Expenditures		
Operating Transfers	-	-
Receipts Over (Under) Expenditures	62,159.02	-
Unencumbered Cash, Beginning	702,840.98	765,000.00
Unencumbered Cash, Ending	\$ 765,000.00	\$ 765,000.00

## UNIFIED SCHOOL DISTRICT NO. 331

## Schedule 2

Kingman, Kansas

QZAB Lease Sinking Fund

Schedule of Receipts and Expenditures - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Sinking Fund Receipts	\$ 125,000.00	\$ 125,000.00
Expenditures	-	-
Receipts Over (Under) Expenditures	125,000.00	125,000.00
Unencumbered Cash, Beginning*	500,000.00	625,000.00
Unencumbered Cash, Ending	\$ 625,000.00	\$ 750,000.00

\*See Note 11.

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas

Schedule 2

Bond and Interest Fund

Schedule of Receipts and Expenditures, Actual and Budget - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 582,782.58	\$ 531,345.22	\$ 522,597.00	\$ 8,748.22
Delinquent Tax	15,383.11	23,264.56	13,850.00	9,414.56
Motor Vehicle Tax	68,656.57	77,765.36	67,721.00	10,044.36
Recreational Vehicle Tax	1,056.59	1,173.81	938.00	235.81
Commercial Vehicle Tax	5,461.82	5,484.75	5,382.00	102.75
State Aid	204,919.00	279,425.00	279,425.00	-
Total Receipts	<u>878,259.67</u>	<u>918,458.70</u>	<u>\$ 889,913.00</u>	<u>\$ 28,545.70</u>
Expenditures				
Principal	840,000.00	855,000.00	\$ 855,000.00	\$ -
Interest	<u>91,449.34</u>	<u>76,418.51</u>	<u>77,919.00</u>	<u>(1,500.49)</u>
Total Expenditures	<u>931,449.34</u>	<u>931,418.51</u>	<u>\$ 932,919.00</u>	<u>\$ (1,500.49)</u>
Receipts Over (Under) Expenditures	(53,189.67)	(12,959.81)		
Unencumbered Cash, Beginning	<u>1,193,392.92</u>	<u>1,140,203.25</u>		
Unencumbered Cash, Ending	<u>\$ 1,140,203.25</u>	<u>\$ 1,127,243.44</u>		



UNIFIED SCHOOL DISTRICT NO. 331

Kingman, Kansas

Trust Funds - Scholarships

Summary of Receipts and Expenditures - Regulatory Basis  
For the Fiscal Year Ended June 30, 2017

Schedule 2

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Doris Near Fund	\$ 55,186.26	\$ 41.28	\$ 2,000.00	\$ 53,227.54	\$ -	\$ 53,227.54
Ina Toland Scholarship	50,479.32	37.76	-	50,517.08	-	50,517.08
Martha Alford Scholarship	30,275.73	22.64	2,000.00	28,298.37	-	28,298.37
Pugh Scholarship Fund	27,706.79	11.54	-	27,718.33	-	27,718.33
Fred and Irene Cloud Scholarship	22,629.77	2.32	-	22,632.09	-	22,632.09
Ferguson Relief Fund	14,929.25	46.83	-	14,976.08	-	14,976.08
John and Ethel Whetzel Scholarship	12,715.24	9.51	-	12,724.75	-	12,724.75
Bob Vanlandingham Fund	7,028.76	5.26	250.00	6,784.02	-	6,784.02
Aaron Laing Memorial Fund	5,494.34	4.11	250.00	5,248.45	-	5,248.45
Sisters of Habit Scholarship	6,077.48	2.53	-	6,080.01	-	6,080.01
Greg Berry Scholarship	4,288.48	1.32	-	4,289.80	-	4,289.80
Adams Union Sunday School Scholarship	3,929.06	0.81	100.00	3,829.87	-	3,829.87
Ruth Miller Scholarship	3,221.13	2.41	700.00	2,523.54	-	2,523.54
Klaver Scholarship	1,349.69	0.28	300.00	1,049.97	-	1,049.97
Totals	\$ 245,311.30	\$ 188.60	\$ 5,600.00	\$ 239,899.90	\$ -	\$ 239,899.90

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 3

Kingman, Kansas

Agency Funds

## Summary of Receipts and Disbursements - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Kingman High School				
Class of '16	\$ -	\$ 560.00	\$ 560.00	\$ -
Class of '17	304.40	377.86	57.59	624.67
Class of '18	3,096.41	8,873.74	11,335.23	634.92
Class of '19	3,762.13	3,541.40	1,318.13	5,985.40
Class of '20	-	2,984.81	46.95	2,937.86
Art Club	4,245.20	1,656.42	2,336.14	3,565.48
Band	85.50	879.39	925.85	39.04
Career Day	291.72	-	30.00	261.72
Cheerleaders	4,704.09	11,399.53	12,822.34	3,281.28
Choir	58.84	1,214.05	991.79	281.10
Community Experiences	2,826.62	9.00	-	2,835.62
Cross Country	375.00	449.89	375.00	449.89
Entrepreneurship Store	2,203.39	-	-	2,203.39
FBLA	7,809.98	35,833.20	35,864.64	7,778.54
FCA	113.50	600.00	102.84	610.66
FCCLA	258.19	5,840.80	6,040.67	58.32
FFA	-	15,226.27	15,175.13	51.14
FFA RODEO	3.13	18,246.50	16,940.90	1,308.73
Forensics	-	828.00	828.00	-
Government Activities	244.16	-	-	244.16
Graphic Design	3,600.55	-	2,054.95	1,545.60
Interact	327.56	-	-	327.56
JAG	992.80	909.12	1,076.82	825.10
National Honor Society	235.84	546.00	192.00	589.84
SADD	182.57	-	-	182.57
Scholars Bowl	0.28	538.75	539.03	-
Science	228.01	-	-	228.01
Student Council	6,022.07	25,253.68	25,516.84	5,758.91
TTLT	6,656.94	5,715.12	8,887.96	3,484.10
USD 331 Outdoor Club	379.00	-	-	379.00
Veterans Day	155.89	595.00	93.50	657.39
Youth in Government	3,730.59	3,420.67	4,407.89	2,743.37
Subtotal Kingman High School	52,894.36	145,499.20	148,520.19	49,873.37
Norwich School				
Class of '15	-	239.02	220.85	18.17
Class of '17	472.59	1,556.20	2,028.79	-
Class of '18	1,382.46	9,702.41	9,657.70	1,427.17
Class of '19	-	1,072.15	-	1,072.15
4th Grade	113.18	196.80	160.04	149.94
3rd Grade	17.56	198.25	207.90	7.91
2nd Grade	274.65	165.00	178.98	260.67
1st Grade	282.25	-	79.73	202.52
Kindergarten	51.12	-	6.99	44.13

## UNIFIED SCHOOL DISTRICT NO. 331

Schedule 3

Kingman, Kansas

Agency Funds

## Summary of Receipts and Disbursements - Regulatory Basis

For the Fiscal Year Ended June 30, 2017

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Norwich School (Cont.)				
Pre-School	767.45	543.75	744.76	566.44
Cheerleaders	388.37	4,850.21	4,168.83	1,069.75
Cheerleaders Junior High	1,694.95	1,913.77	2,024.95	1,583.77
Entrepreneurship Stores	-	1,498.00	293.00	1,205.00
Forensics	2,693.89	-	-	2,693.89
Graphic Design	0.79	-	-	0.79
Kayettes	474.38	3,457.97	3,498.31	434.04
NHS	1,102.33	202.00	934.09	370.24
Outdoor Club	2,412.56	-	164.90	2,247.66
Productions	969.35	1,902.54	1,610.64	1,261.25
Quiz Bowl	187.20	35.00	210.00	12.20
SADD	2,541.64	5,076.71	6,237.55	1,380.80
Science Technology	354.55	-	-	354.55
SODA	-	1,139.14	198.37	940.77
Student Activities	4,568.25	979.69	677.86	4,870.08
Student Council	790.47	1,207.96	1,010.92	987.51
Student Discretionary	420.00	-	389.43	30.57
Student Elementary Activity	3,467.81	535.50	729.92	3,273.39
Subtotal Norwich School	25,427.80	36,472.07	35,434.51	26,465.36
Kingman Elementary School				
Band	15.49	294.00	267.38	42.11
Cheerleaders	50.22	148.15	146.67	51.70
KDG - Memorial	2,425.00	-	-	2,425.00
Student Council	13,611.88	1,934.75	4,938.14	10,608.49
Student Activities	14,155.06	7,883.78	7,499.55	14,539.29
Subtotal Kingman Elementary School	30,257.65	10,260.68	12,851.74	27,666.59
Total Student Organization Funds	108,579.81	192,231.95	196,806.44	104,005.32
Sales Tax				
Kingman High School	320.37	5,573.30	5,893.67	-
Norwich School	2.13	2.55	4.35	0.33
Kingman Elementary	-	8.33	-	8.33
Total Sales Tax Funds	322.50	5,584.18	5,898.02	8.66
Total Agency Funds	\$ 108,902.31	\$ 197,816.13	\$ 202,704.46	\$ 104,013.98

UNIFIED SCHOOL DISTRICT NO. 331  
Kingman, Kansas  
District Activity Funds

Schedule 4

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

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>Gate Receipts</b>						
Kingman Elementary	\$ 1,704.84	\$ 10,852.21	\$ 11,003.59	\$ 1,553.46	\$ -	\$ 1,553.46
Norwich School	16,562.79	22,873.54	27,862.50	11,573.83	-	11,573.83
Kingman High School	15,958.82	90,310.33	94,204.66	12,064.49	-	12,064.49
Subtotal Gate Receipts	34,226.45	124,036.08	133,070.75	25,191.78	-	25,191.78
<b>Board Funds</b>						
Kingman Elementary	-	62,329.26	62,329.26	-	-	-
Norwich School	678.75	75,912.95	76,591.70	-	-	-
Kingman High School	-	77,117.69	77,117.69	-	-	-
Subtotal Board Funds	678.75	215,359.90	216,038.65	-	-	-
<b>School Projects</b>						
Kingman Elementary	5,751.31	2,697.83	5,036.58	3,412.56	-	3,412.56
Norwich School	23,003.85	26,199.50	20,688.70	28,514.65	-	28,514.65
Kingman High School	13,361.56	8,967.05	5,629.79	16,698.82	-	16,698.82
Elementary Projects	665.94	753.63	753.50	666.07	-	666.07
Subtotal School Projects	42,782.66	38,618.01	32,108.57	49,292.10	-	49,292.10
<b>Total District Activity Funds</b>	\$ 77,687.86	\$ 378,013.99	\$ 381,217.97	\$ 74,483.88	\$ -	\$ 74,483.88