

UNIFIED SCHOOL DISTRICT NO. 416

Louisburg, Kansas

Financial Statements

For the Year Ended June 30, 2017

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UNIFIED SCHOOL DISTRICT NO. 416
Louisburg, Kansas
Financial Statements
For the Year Ended June 30, 2017

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 416
Louisburg, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 416, Louisburg, Kansas (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statement.

Management's Responsibility for the Financial 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 preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 1 of the financial statement, the financial statement is prepared by the District to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District as of June 30, 2017, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of regulatory basis receipts and disbursements-agency funds, and the schedule of receipts, expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Other Matter

The 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) is also presented for comparative analysis and is not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated October 10, 2016. The 2016 basic financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Education at the following link: <http://da.ks.gov/muniserv/>. Such 2016 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2016 basic financial statements. The 2016 comparative information was subjected to auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statements or to the 2016 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2016 comparative information is fairly presented in all material respects in relation to the 2016 basic financial 2016 as a whole, on the basis of accounting described in Note 1.

Mike Houser: Company PA

Certified Public Accountants
Lawrence, Kansas

October 11, 2017

UNIFIED SCHOOL DISTRICT NO. 416
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

<u>Fund</u>	Beginning Unencumbered Cash <u>Balance</u>	Prior Year Cancelled <u>Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	Ending Unencumbered Cash <u>Balance</u>	Add Encumbrances and Accounts <u>Payable</u>	Ending Cash <u>Balance</u>
Governmental Type Funds:							
General Funds							
General	\$ -	\$ 21	\$ 10,463,995	\$ 10,463,324	\$ 692	\$ 350	\$ 1,042
Supplemental General	111,682	576	3,501,558	3,528,496	85,320	37,767	123,087
Special Purpose Funds							
At Risk (K-12)	233,856	-	541,952	368,742	407,066	4,341	411,407
Bilingual Education	13,006	-	55,920	33,928	34,998	2	35,000
Capital Outlay	1,174,796	26,624	1,877,420	1,281,219	1,797,621	157,255	1,954,876
Driver Training	57,925	-	35,352	34,660	58,617	2,165	60,782
Food Service	181,739	-	745,438	741,729	185,448	-	185,448
Professional Development	35,365	750	36,072	5,569	66,618	-	66,618
Special Education	742,015	-	1,910,574	1,779,046	873,543	-	873,543
Vocational Education	225,637	601	732,859	475,472	483,625	18,137	501,762
Special Assessment	26,573	-	17,423	22,201	21,795	-	21,795
Grant	15,070	-	154,183	175,585	[6,332]	1,050	[5,282]
Textbook	79,038	-	113,929	162,632	30,335	-	30,335
Contingency	840,000	-	260,000	-	1,100,000	-	1,100,000
KPERS	-	-	618,837	618,837	-	-	-
Gifts and Grants	79,083	278	39,360	38,601	80,120	242	80,362
Virtual Education	-	-	70,809	62,730	8,079	-	8,079
District Activity	47,717	-	1,083,734	1,081,006	50,445	-	50,445
Bond and Interest Funds:							
Bond and Interest I	4,559,099	-	4,174,648	3,645,878	5,087,869	-	5,087,869
Bond and Interest III	78,663	-	-	78,663	-	-	-
Trust Fund	307	-	-	-	307	-	307
Total	\$ 8,501,571	\$ 28,850	\$ 26,434,063	\$ 24,598,318	\$ 10,366,166	\$ 221,309	\$ 10,587,475

Composition of Cash

First Option Bank	Checking - NOW Account	\$ 5,258,449
	Checking - Money Market	1,008,025
	Checking - Bond and Interest I	3,929,401
	Checking - Investments	297,103
	Checking - Assessments	44,056
	Checking - Activity Fund	40,621
	Checking - Petty Cash	1,000
	Total First Option Bank	10,578,655
People's National Bank	Checking - Activity Fund	103,949
	Total People's National Bank	103,949
First National Bank	Checking - Activity Fund	471,312
	Total First National Bank	471,312
	Total Cash	11,153,916
	Less Agency Funds per Schedule 3	[566,440]
	Total Reporting Entity (excluding Agency Funds)	\$ 10,587,475

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

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 416 is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. The District has no related municipal entities.

Reimbursed Expenses

Expenditures in the amount of \$622,611 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.

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.

Basis of Accounting

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

The 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.

Regulatory Basis Fund Types

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 regulatory receipts sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

Agency Fund - used to report assets held by a municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, student organization funds, etc.).

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 1 - Summary of Significant Accounting Policies - (Continued)

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 on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after the publication the hearing may be held and the governing body may amend the budget at that time. The budget for the year ended June 30, 2017 was not amended.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts 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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, agency funds, and the following special purpose and bond and interest funds: Textbook, Contingency, District Activity and Bond and Interest III.

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.

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

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, 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.

Investments. 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. As of June 30, 2017, the District held no investments.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods". All deposits were legally secured at June 30, 2017.

At June 30, 2017, the District's carrying amount of deposits was \$11,153,916 and the bank balance was \$11,257,378. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$750,000 was covered by federal depository insurance and the balance of \$10,507,378 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

NOTE 3 - Substance Receipt In Transit

The District received \$723,005 subsequent to June 30, 2017 and as required by K.S.A. 72-6466 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2017.

NOTE 4 - Long-term Debt

Following is a detailed listing of the District's long-term liabilities at June 30, 2017:

<u>Debt Issue</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rates</u>	<u>Original Amount</u>	<u>Balance June 30, 2017</u>
Paid for by tax levies:					
General Obligation Bonds					
2012 Refunding	12/1/2012	9/1/2022	2.00%	\$ 9,680,000	\$ 8,905,000
2013 Refunding	4/1/2013	9/1/2019	2.00%	7,475,000	6,980,000
2016 Refunding	9/1/2016	9/1/2017	2.00%	3,230,000	3,230,000
				<u>\$ 20,385,000</u>	<u>\$ 19,115,000</u>

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 4 - Long-term Debt (Continued)

Current maturities of general obligation bonds and interest for the next five years and in five year increments through maturity are as follows:

<u>Year ended June 30,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2018	\$ 3,380,000	\$ 348,500	\$ 3,728,500
2019	3,595,000	278,750	3,873,750
2020	3,670,000	206,100	3,876,100
2021	3,770,000	131,700	3,901,700
2022	3,850,000	55,500	3,905,500
2023	850,000	8,500	858,500
Total	<u>\$ 19,115,000</u>	<u>\$ 1,029,050</u>	<u>\$ 20,144,050</u>

Following is a summary of changes in long-term liabilities for the year ended June 30, 2017:

<u>Debt Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid</u>
Paid by tax levies:					
2006 Refunding & Improvement	\$ 6,210,000	\$ -	\$ 6,210,000	\$ -	\$ 155,250
2012 Refunding	8,905,000	-	-	8,905,000	178,100
2013 Refunding	7,130,000	-	150,000	6,980,000	141,100
2016 Refunding	-	3,230,000	-	3,230,000	32,300
Total	<u>\$ 22,245,000</u>	<u>\$ 3,230,000</u>	<u>\$ 6,360,000</u>	<u>\$ 19,115,000</u>	<u>\$ 506,750</u>

On September 1, 2016, the District issued \$3,230,000 in general obligation refunding bonds with an interest rate of 2.00% to current refund the remaining \$3,230,000 balance of the Series 2006 General Obligation Refunding and Improvement Bonds with an interest rate of 5.00%. The transaction resulted in an economic gain of \$89,615 and a reduction of \$90,350 in future debt payments

NOTE 5 - Capital Leases

The District has entered into lease agreements as lessee for financing the acquisition of equipment. Following is a detailed listing of the District's capital leases at June 30, 2017:

<u>Type of Lease</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance June 30, 2017</u>
Chromebooks	5/1/2015	5/1/2018	1.95%	\$ 123,883	\$ 42,095
Vehicle	3/12/2015	3/12/2018	3.00%	18,432	6,330
Vehicle	2/19/2016	6/19/2018	2.75%	40,091	13,484
				<u>\$ 182,406</u>	<u>\$ 61,909</u>

Annual debt service requirements to maturity for capital leases are as follows:

<u>Year ended June 30,</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2018	<u>\$ 61,909</u>	<u>\$ 1,391</u>	<u>\$ 63,300</u>

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 5 - Capital Leases (Continued)

During the year ended June 30, 2017, the following changes occurred in capital leases:

<u>Type of Lease</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid</u>
Chromebooks	\$ 83,384	\$ -	\$ 41,289	\$ 42,095	\$ 1,628
Vehicle	12,472	-	6,143	6,330	379
Vehicle	26,602	-	13,118	13,484	742
Total	<u>\$ 122,458</u>	<u>\$ -</u>	<u>\$ 60,550</u>	<u>\$ 61,909</u>	<u>\$ 2,749</u>

NOTE 6 - Interfund Transactions

Transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Authority</u>
General Fund	Special Education Fund	\$ 1,275,658	K.S.A. 72-6478
General Fund	Vocational Education Fund	170,000	K.S.A. 72-6478
General Fund	At Risk (K-12) Fund	400,000	K.S.A. 72-6478
General Fund	Capital Outlay Fund	515,719	K.S.A. 72-6478
General Fund	Contingency Fund	260,000	K.S.A. 72-6478
General Fund	Professional Development Fund	30,000	K.S.A. 72-6478
General Fund	KPERS Fund	618,837	K.S.A. 72-6478
General Fund	Virtual Education Fund	70,809	K.S.A. 72-6478
General Fund	Driving Training Fund	7,000	K.S.A. 72-6478
Supplemental General Fund	Bilingual Education Fund	55,920	K.S.A. 72-6478
Supplemental General Fund	Special Education Fund	596,606	K.S.A. 72-6478
Supplemental General Fund	At Risk (K-12) Fund	141,952	K.S.A. 72-6478
Supplemental General Fund	Vocational Education Fund	559,435	K.S.A. 72-6478
Supplemental General Fund	Textbook	20,000	K.S.A. 72-6478
Bond and Interest III Fund	Bond and Interest I Fund	78,663	Fund Closeout
	Total	<u>\$ 4,800,599</u>	

NOTE 7 - Special Assessment

Two special assessments have been assessed against District property in the amounts of \$114,179 and \$106,862, respectively. The payment of the first assessment is due over fifteen years at an annual rate of \$10,262. The final payment is due in December, 2021. The payment of the second assessment is due over ten years at an annual rate of \$11,938. The final payment is due in December, 2017.

NOTE 8 - Compensated Absences

Full-time classified employees are awarded ten days of vacation annually after one year of employment. No carryover is allowed from one year to the next. No compensation is awarded upon termination for unused vacation.

Certified personnel are awarded twelve sick days annually, while classified personnel are awarded twelve to fifteen sick days annually, depending on their position. Unused sick days are accumulated up to a maximum of 90 days. Upon death or retirement, these unused sick days are paid to employees, with ten years or more of service, at a rate of \$45/per day for certified employees and \$35/per day for classified employees. Total unused sick days accumulated as of June 30, 2017 amounts to \$110,346.

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 9 - Defined Benefit Pension Plan

Plan description - The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A 74-4901 *et seq.* Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate through March 31, 2016 with a 0% moratorium until June 30, 2017 for the Death and Disability Program) and the and the statutory contribution rate was 16.00% and 10.91%, respectively, for the fiscal year ended June 30, 2016. The actuarially determined employer contribution rate and the statutory contribution rate was 16.03% and 10.81%, respectively, for the fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$618,837 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 \$11,150,106. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2016. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

UNIFIED SCHOOL DISTRICT NO. 416
Notes to the Financial Statements
For the Year Ended June 30, 2017

NOTE 10 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters for which it carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 11 - Commitments and 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 at June 30, 2017.

The District's general obligation bond issues are subject to the arbitrage provisions of Section 148 of the Internal Revenue Code. These provisions include the potential for rebates to the Federal Government of the earnings on the bond proceeds in excess of the yield on the bonds. The amounts of any future rebates due on other bonds or temporary notes have not been determined.

NOTE 12 - Other Post-Employment Benefits

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

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

NOTE 13 - Subsequent Event

On July 24, 2017, the District entered into a capital lease agreement in the amount of \$1,248,117 for the purchase of buses. The District will make the first payment on the new capital lease on July 24, 2018 and the last payment on July 24, 2024. The interest rate on the bonds is 2.29%.

UNIFIED SCHOOL DISTRICT NO. 416
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

<u>Fund</u>	<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over [Under]</u>
Governmental Type Funds:						
General Funds						
General	\$ 10,219,174	\$ [378,461]	\$ 622,611	\$ 10,463,324	\$ 10,463,324	\$ -
Supplemental General	3,528,496	-	-	3,528,496	3,528,496	-
Special Purpose Funds:						
At Risk (K-12)	556,050	-	-	556,050	368,742	187,308
Bilingual Education	44,108	-	-	44,108	33,928	10,180
Capital Outlay	2,500,000	-	-	2,500,000	1,281,219	1,218,781
Driver Training	42,500	-	-	42,500	34,660	7,840
Food Service	755,250	-	-	755,250	741,729	13,521
Professional Development	30,300	-	-	30,300	5,569	24,731
Special Education	2,271,300	-	-	2,271,300	1,779,046	492,254
Vocational Education	486,000	-	-	486,000	475,472	10,528
Special Assessment	22,201	-	-	22,201	22,201	-
Grant	158,365	-	-	158,365	175,585	[17,220]
KPERS	877,824	-	-	877,824	618,837	258,987
Gifts and Grants	75,000	-	-	75,000	38,601	36,399
Virtual Education	62,730	-	-	62,730	62,730	-
Debt Service Fund:						
Bond and Interest I	3,685,200	-	-	3,685,200	3,645,878	39,322

UNIFIED SCHOOL DISTRICT NO. 416
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance- Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State Aid	\$ 9,962,725	\$ 8,612,762	\$ 8,875,271	\$ [262,509]
Special Education Aid	1,407,135	1,192,132	1,343,688	[151,556]
Investment Income	-	36,490	-	36,490
Reimbursed Expenses	<u>724,958</u>	<u>622,611</u>	<u>-</u>	<u>622,611</u>
Total Receipts	<u>12,094,818</u>	<u>10,463,995</u>	<u>\$ 10,218,959</u>	<u>\$ 245,036</u>
Expenditures				
Instruction	5,175,159	5,081,921	\$ 5,345,000	\$ 263,079
Instructional Support Staff	154,709	173,970	173,719	[251]
General Administration	504,981	374,363	413,500	39,137
School Administration	736,039	693,144	809,000	115,856
Operations and Maintenance	710,539	791,903	792,500	597
Vehicle Operating Services	135	-	5,400	5,400
Transfers Out	4,813,256	3,348,023	2,680,055	[667,968]
Adjustment to Comply with Legal Max	-	-	[378,461]	[378,461]
Adjustment for Qualifying Budget Credits	<u>-</u>	<u>-</u>	<u>622,611</u>	<u>622,611</u>
Total Expenditures	<u>12,094,818</u>	<u>10,463,324</u>	<u>\$ 10,463,324</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	-	671		
Unencumbered Cash, Beginning	-	-		
Prior Year Cancelled Encumbrances	<u>-</u>	<u>21</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 692</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance- Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property	\$ 1,987,664	\$ 1,680,154	\$ 1,635,898	\$ 44,256
Delinquent	30,593	40,903	16,211	24,692
Motor Vehicle	245,409	235,476	223,201	12,275
Recreational Vehicle	4,863	5,445	3,080	2,365
Mineral Production	2,492	1,156	-	1,156
State Aid	-	1,538,424	1,538,424	-
Transfer In	<u>1,257,475</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>3,528,496</u>	<u>3,501,558</u>	<u>\$ 3,416,814</u>	<u>\$ 84,744</u>
Expenditures				
Instruction	140,961	103,426	\$ 135,400	\$ 31,974
Student Support Services	133,978	108,057	163,120	55,063
Instructional Support Staff	4,722	16,094	8,500	[7,594]
General Administration	340,239	256,637	251,500	[5,137]
School Administration	112,553	118,514	25,000	[93,514]
Central Services	-	-	128,200	128,200
Operations and Maintenance	954,379	971,640	1,145,800	174,160
Vehicle Operating Services	548,188	562,694	660,000	97,306
Student Activities	15,123	17,521	-	[17,521]
Transfers Out	<u>1,278,353</u>	<u>1,373,913</u>	<u>1,010,976</u>	<u>[362,937]</u>
Total Expenditures	<u>3,528,496</u>	<u>3,528,496</u>	<u>\$ 3,528,496</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	-	[26,938]		
Unencumbered Cash, Beginning	111,682	111,682		
Prior Year Cancelled Encumbrances	<u>-</u>	<u>576</u>		
Unencumbered Cash, Ending	<u>\$ 111,682</u>	<u>\$ 85,320</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
At Risk (K-12) Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance- Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfer In	\$ 457,855	\$ 541,952	\$ 615,813	\$ [73,861]
Miscellaneous	<u>13,317</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>471,172</u>	<u>541,952</u>	<u>\$ 615,813</u>	<u>\$ [73,861]</u>
Expenditures				
Instruction	<u>321,276</u>	<u>368,742</u>	<u>\$ 556,050</u>	<u>\$ 187,308</u>
Total Expenditures	<u>321,276</u>	<u>368,742</u>	<u>\$ 556,050</u>	<u>\$ 187,308</u>
Receipts Over [Under] Expenditures	149,896	173,210		
Unencumbered Cash, Beginning	<u>83,960</u>	<u>233,856</u>		
Unencumbered Cash, Ending	<u>\$ 233,856</u>	<u>\$ 407,066</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Bilingual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfer In	\$ 31,266	\$ 55,920	\$ 40,000	\$ 15,920
Total Receipts	<u>31,266</u>	<u>55,920</u>	<u>\$ 40,000</u>	<u>\$ 15,920</u>
Expenditures				
Instruction	<u>31,268</u>	<u>33,928</u>	<u>\$ 44,108</u>	<u>\$ 10,180</u>
Total Expenditures	<u>31,268</u>	<u>33,928</u>	<u>\$ 44,108</u>	<u>\$ 10,180</u>
Receipts Over [Under] Expenditures	[2]	21,992		
Unencumbered Cash, Beginning	<u>13,008</u>	<u>13,006</u>		
Unencumbered Cash, Ending	<u>\$ 13,006</u>	<u>\$ 34,998</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance- Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property	\$ 758,594	\$ 912,788	\$ 897,679	\$ 15,109
Delinquent	10,453	14,242	6,105	8,137
Motor Vehicle	81,111	110,774	107,087	3,687
Recreational Vehicle	1,937	2,400	1,478	922
Reimbursements	1,100	680	-	680
Miscellaneous	13,948	32,222	-	32,222
State Aid	-	288,595	288,597	[2]
Transfers In	<u>533,658</u>	<u>515,719</u>	<u>-</u>	<u>515,719</u>
Total Receipts	<u>1,400,801</u>	<u>1,877,420</u>	<u>\$ 1,300,946</u>	<u>\$ 576,474</u>
Expenditures				
Instruction	180,701	240,420	\$ 311,500	\$ 71,080
Student Support Services	93,081	96,391	100,000	3,609
Instructional Support Staff	-	959	-	[959]
Central Services	-	-	500,000	500,000
Operations and Maintenance	68,101	35,800	87,000	51,200
Other Support Services	-	-	500,000	500,000
Facility Acquisition and Construction Services	372,170	567,310	582,500	15,190
Building Improvements	<u>321,301</u>	<u>340,339</u>	<u>419,000</u>	<u>78,661</u>
Total Expenditures	<u>1,035,354</u>	<u>1,281,219</u>	<u>\$ 2,500,000</u>	<u>\$ 1,218,781</u>
Receipts Over [Under] Expenditures	365,447	596,201		
Unencumbered Cash, Beginning	790,478	1,174,796		
Prior Year Cancelled Encumbrances	<u>18,871</u>	<u>26,624</u>		
Unencumbered Cash, Ending	<u>\$ 1,174,796</u>	<u>\$ 1,797,621</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance- Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
State Aid	\$ 5,705	\$ 11,392	\$ 8,010	\$ 3,382
Charges for Services	22,405	16,960	22,000	[5,040]
Transfers In	-	7,000	-	7,000
Total Receipts	<u>28,110</u>	<u>35,352</u>	<u>\$ 30,010</u>	<u>\$ 5,342</u>
Expenditures				
Instruction	21,474	11,894	\$ 42,000	\$ 30,106
Vehicle Operation and Maintenance Services	<u>32</u>	<u>22,766</u>	<u>500</u>	<u>[22,266]</u>
Total Expenditures	<u>21,506</u>	<u>34,660</u>	<u>\$ 42,500</u>	<u>\$ 7,840</u>
Receipts Over [Under] Expenditures	6,604	692		
Unencumbered Cash, Beginning	<u>51,321</u>	<u>57,925</u>		
Unencumbered Cash, Ending	<u>\$ 57,925</u>	<u>\$ 58,617</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Federal Aid	\$ 285,465	\$ 276,536	\$ 308,711	\$ [32,175]
State Aid	7,717	7,882	7,200	682
Charges for Services	444,336	460,011	395,300	64,711
Miscellaneous	896	760	-	760
Reimbursed Expenses	<u>605</u>	<u>249</u>	<u>-</u>	<u>249</u>
Total Receipts	<u>739,019</u>	<u>745,438</u>	<u>\$ 711,211</u>	<u>\$ 34,227</u>
Expenditures				
Food Service Operation	666,193	713,409	\$ 755,250	\$ 41,841
Operations and Maintenance	<u>-</u>	<u>28,320</u>	<u>-</u>	<u>[28,320]</u>
Total Expenditures	<u>666,193</u>	<u>741,729</u>	<u>\$ 755,250</u>	<u>\$ 13,521</u>
Receipts Over [Under] Expenditures	72,826	3,709		
Unencumbered Cash, Beginning	108,898	181,739		
Prior Year Cancelled Encumbrances	<u>15</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 181,739</u>	<u>\$ 185,448</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers In	\$ 15,027	\$ 30,000	\$ 15,000	\$ 15,000
Miscellaneous	<u>618</u>	<u>6,072</u>	<u>-</u>	<u>6,072</u>
Total Receipts	<u>15,645</u>	<u>36,072</u>	<u>\$ 15,000</u>	<u>\$ 21,072</u>
Expenditures				
Instruction	-	210	\$ -	\$ [210]
Instructional Support Staff	17,138	4,676	25,300	20,624
Central Services	-	-	5,000	5,000
School Administration	130	335	-	[335]
General Administration	<u>1,837</u>	<u>348</u>	<u>-</u>	<u>[348]</u>
Total Expenditures	<u>19,105</u>	<u>5,569</u>	<u>\$ 30,300</u>	<u>\$ 24,731</u>
Receipts Over [Under] Expenditures	[3,460]	30,503		
Unencumbered Cash, Beginning	38,365	35,365		
Prior Year Cancelled Encumbrances	<u>460</u>	<u>750</u>		
Unencumbered Cash, Ending	<u>\$ 35,365</u>	<u>\$ 66,618</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers In	\$ 2,314,571	\$ 1,872,264	\$ 1,604,664	\$ 267,600
Federal Aid	-	36,498	-	36,498
Investment Income	<u>1,001</u>	<u>1,812</u>	<u>-</u>	<u>1,812</u>
Total Receipts	<u>2,315,572</u>	<u>1,910,574</u>	<u>\$ 1,604,664</u>	<u>\$ 305,910</u>
Expenditures				
Instruction	1,764,321	1,501,723	\$ 1,865,000	\$ 363,277
Vehicle Operating Services	<u>329,113</u>	<u>277,323</u>	<u>406,300</u>	<u>128,977</u>
Total Expenditures	<u>2,093,434</u>	<u>1,779,046</u>	<u>\$ 2,271,300</u>	<u>\$ 492,254</u>
Receipts Over [Under] Expenditures	222,138	131,528		
Unencumbered Cash, Beginning	<u>519,877</u>	<u>742,015</u>		
Unencumbered Cash, Ending	<u>\$ 742,015</u>	<u>\$ 873,543</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State Aid	\$ 7,650	\$ 3,424	\$ 10,505	\$ [7,081]
Transfers In	<u>508,437</u>	<u>729,435</u>	<u>475,000</u>	<u>254,435</u>
Total Receipts	<u>516,087</u>	<u>732,859</u>	<u>\$ 485,505</u>	<u>\$ 247,354</u>
Expenditures				
Instruction	<u>435,144</u>	<u>475,472</u>	<u>\$ 486,000</u>	<u>\$ 10,528</u>
Total Expenditures	<u>435,144</u>	<u>475,472</u>	<u>\$ 486,000</u>	<u>\$ 10,528</u>
Receipts Over [Under] Expenditures	80,943	257,387		
Unencumbered Cash, Beginning	143,063	225,637		
Prior Year Cancelled Encumbrances	<u>1,631</u>	<u>601</u>		
Unencumbered Cash, Ending	<u>\$ 225,637</u>	<u>\$ 483,625</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Special Assessment Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 239	\$ 17,392	\$ 16,806	\$ 586
Investment Income	41	31	-	31
Miscellaneous	<u>-</u>	<u>-</u>	<u>40</u>	<u>[40]</u>
Total Receipts	<u>280</u>	<u>17,423</u>	<u>16,846</u>	<u>\$ 577</u>
Expenditures				
Site Improvement	<u>22,201</u>	<u>22,201</u>	<u>\$ 22,201</u>	<u>\$ -</u>
Total Expenditures	<u>22,201</u>	<u>22,201</u>	<u>\$ 22,201</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	[21,921]	[4,778]		
Unencumbered Cash, Beginning	<u>48,494</u>	<u>26,573</u>		
Unencumbered Cash, Ending	<u>\$ 26,573</u>	<u>\$ 21,795</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Grant Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017

	<u>Title I</u>	<u>Title II A</u>	<u>Carl Perkins</u>	<u>Total Actual</u>	<u>Budget</u>	Variance- Over [Under]
Receipts						
Federal Aid	<u>\$ 115,127</u>	<u>\$ 31,336</u>	<u>\$ 7,720</u>	<u>\$ 154,183</u>	<u>\$ 146,963</u>	<u>\$ 7,220</u>
Total Receipts	<u>115,127</u>	<u>31,336</u>	<u>7,720</u>	<u>154,183</u>	<u>\$ 146,963</u>	<u>\$ 7,220</u>
Expenditures						
Instruction	<u>125,351</u>	<u>27,917</u>	<u>5,609</u>	<u>158,877</u>	<u>\$ 158,365</u>	<u>\$ [512]</u>
Instructional Support Staff	<u>-</u>	<u>14,864</u>	<u>1,844</u>	<u>16,708</u>	<u>-</u>	<u>[16,708]</u>
Total Expenditures	<u>125,351</u>	<u>42,781</u>	<u>7,453</u>	<u>175,585</u>	<u>\$ 158,365</u>	<u>\$ [17,220]</u>
Receipts Over [Under] Expenditures	<u>[10,224]</u>	<u>[11,445]</u>	<u>267</u>	<u>[21,402]</u>		
Unencumbered Cash, Beginning	<u>10,217</u>	<u>11,895</u>	<u>[7,042]</u>	<u>15,070</u>		
Unencumbered Cash, Ending	<u>\$ [7]</u>	<u>\$ 450</u>	<u>\$ [6,775]</u>	<u>\$ [6,332]</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Textbook Fund*
Schedule of Receipts and Expenditures - Actual Only
Regulatory Basis
For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Receipts		
Charges for Services	\$ 93,929	\$ 91,516
Miscellaneous	-	1,615
Transfers In	<u>20,000</u>	<u>-</u>
Total Receipts	<u>113,929</u>	<u>93,131</u>
Expenditures		
Instruction	<u>162,632</u>	<u>63,804</u>
Total Expenditures	<u>162,632</u>	<u>63,804</u>
Receipts Over [Under] Expenditures	[48,703]	29,327
Unencumbered Cash, Beginning	79,038	22,548
Prior Year Cancelled Encumbrances	<u>-</u>	<u>27,163</u>
Unencumbered Cash, Ending	<u>\$ 30,335</u>	<u>\$ 79,038</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 416
Contingency Fund*
Schedule of Receipts and Expenditures - Actual Only
Regulatory Basis
For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Receipts		
Transfers In	\$ 260,000	\$ 330,532
Total Receipts	<u>260,000</u>	<u>330,532</u>
Expenditures		
Transfer Out	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	260,000	330,532
Unencumbered Cash, Beginning	<u>840,000</u>	<u>509,468</u>
Unencumbered Cash, Ending	<u>\$ 1,100,000</u>	<u>\$ 840,000</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 416
KPERS Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year	Current Year		Variance- Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfer In	\$ 642,788	\$ 618,837	\$ 877,824	\$ 258,987
Total Receipts	<u>642,788</u>	<u>618,837</u>	<u>\$ 877,824</u>	<u>\$ 258,987</u>
Expenditures				
Instruction	437,095	439,375	\$ 600,000	\$ 160,625
Student Support Services	19,284	6,188	20,000	13,812
Instructional Support Staff	12,856	12,377	20,000	7,623
General Administration	32,139	24,753	35,000	10,247
School Administration	70,707	47,987	85,000	37,013
Operations and Maintenance	57,851	38,542	102,824	64,282
Food Service	-	18,565	-	[18,565]
Other Supplemental Services	<u>12,856</u>	<u>31,050</u>	<u>15,000</u>	<u>[16,050]</u>
Total Expenditures	<u>642,788</u>	<u>618,837</u>	<u>\$ 877,824</u>	<u>\$ 258,987</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Gifts and Grants Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Gifts and Grants	\$ 59,824	\$ 39,360	\$ 40,000	\$ [640]
Total Receipts	<u>59,824</u>	<u>39,360</u>	<u>\$ 40,000</u>	<u>\$ [640]</u>
Expenditures				
Instruction	<u>26,303</u>	<u>38,601</u>	<u>\$ 75,000</u>	<u>\$ 36,399</u>
Total Expenditures	<u>26,303</u>	<u>38,601</u>	<u>\$ 75,000</u>	<u>\$ 36,399</u>
Receipts Over [Under] Expenditures	33,521	759		
Unencumbered Cash, Beginning	41,621	79,083		
Prior Year Cancelled Encumbrances	<u>3,941</u>	<u>278</u>		
Unencumbered Cash, Ending	<u>\$ 79,083</u>	<u>\$ 80,120</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Virtual Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Transfers In	\$ -	\$ 70,809	\$ 62,730	\$ 8,079
Total Receipts	-	70,809	\$ 62,730	\$ 8,079
Expenditures				
Instruction	-	62,730	\$ 62,730	\$ -
Total Expenditures	-	62,730	\$ 62,730	\$ -
Receipts Over [Under] Expenditures	-	8,079		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 8,079</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Bond and Interest Fund I
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance- Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property	\$ 2,344,064	\$ 2,551,769	\$ 2,514,561	\$ 37,208
Delinquent Tax	42,729	51,163	18,961	32,202
Motor Vehicle Tax	322,041	322,676	310,436	12,240
Recreational Vehicle Tax	6,682	7,108	4,283	2,825
State Aid	1,287,225	1,142,412	1,142,412	-
Bond Proceeds	-	12,662	-	12,662
Transfers In	-	78,663	-	78,663
Investment Income	<u>9,288</u>	<u>8,195</u>	<u>15,000</u>	<u>[6,805]</u>
Total Receipts	<u>4,012,029</u>	<u>4,174,648</u>	<u>\$ 4,005,653</u>	<u>\$ 168,995</u>
Expenditures				
Principal	2,865,703	3,130,685	\$ 3,130,000	\$ [685]
Interest	709,350	506,750	555,200	48,450
Commissions and Postage	<u>-</u>	<u>8,443</u>	<u>-</u>	<u>[8,443]</u>
Total Expenditures	<u>3,575,053</u>	<u>3,645,878</u>	<u>\$ 3,685,200</u>	<u>\$ 39,322</u>
Receipts Over [Under] Expenditures	436,976	528,770		
Unencumbered Cash, Beginning	<u>4,122,123</u>	<u>4,559,099</u>		
Unencumbered Cash, Ending	<u>\$ 4,559,099</u>	<u>\$ 5,087,869</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Bond and Interest Fund III*
Schedule of Receipts and Expenditures - Actual Only
Regulatory Basis
For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Receipts		
Interest	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Transfers Out	78,663	-
Total Expenditures	78,663	-
Receipts Over [Under] Expenditures	[78,663]	-
Unencumbered Cash, Beginning	78,663	78,663
Unencumbered Cash, Ending	\$ -	\$ 78,663

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 416
Trust Fund-Pepsi Scholarship Fund*
Schedule of Receipts and Expenditures - Actual Only
Regulatory Basis
For the Years Ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Receipts		
Donations	\$ -	\$ -
	<u>-</u>	<u>-</u>
Total Receipts	-	-
Expenditures		
Instruction	-	-
	<u>-</u>	<u>-</u>
Total Expenditures	-	-
Receipts Over [Under] Expenditures	-	-
Unencumbered Cash, Beginning	<u>307</u>	<u>307</u>
Unencumbered Cash, Ending	<u>\$ 307</u>	<u>\$ 307</u>

* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 416
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended June 30, 2017

	<u>Fund</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
BROADMOOR ELEMENTARY SCHOOL					
Candy		\$ 188	\$ -	\$ -	\$ 188
Juice		2,089	-	261	1,828
Field Trips		3,962	3,573	2,761	4,774
BES		4,803	85	2,326	2,562
Box Tops for Education		3,339	-	597	2,742
Faculty		73	-	14	59
Library		1,717	4,632	3,796	2,553
Choir		2,003	1,850	1,414	2,439
Band		-	15	-	15
Fundraising		5,765	-	845	4,920
Community Outreach		-	2,001	2,001	-
Yearbook		5,665	5,780	4,571	6,874
Art		1,444	2,226	3,108	562
Agenda Book		4,774	2,250	1,311	5,713
Level II		1,201	-	1,039	162
Title I		83	-	-	83
5th GR Class		802	439	387	854
BES Eraser		1,667	691	532	1,826
Grade Foundation		618	-	146	472
SADD		4,390	3,953	8,140	203
T Shirts		-	1,470	1,114	356
Tech Headphones		1,951	1,848	945	2,854
P.E.		765	5,443	5,761	447
Pictures		7,349	752	1,531	6,570
Total Broadmoor Elementary School		54,648	37,008	42,600	49,056
ROCKVILLE ELEMENTARY SCHOOL					
Candy		182	233	185	230
P.E.		-	8,158	8,152	6
Tech headphones		3,430	1,696	2,767	2,359
OWLS		37	-	-	37
Library		335	1,576	1,702	209
RES		5,833	345	2,982	3,196
Box Tops for Education		1,316	-	-	1,316
G.R.A.D.E. Foundation		1,749	-	-	1,749
Music		62	1,650	135	1,577
Faculty		502	-	502	-
Lunch Donations		702	-	-	702
Fundraising		3,192	324	754	2,762
Field Trip		-	1,413	1,260	153
Walking Trail		5,581	-	-	5,581
Yearbook		2,079	7,359	6,519	2,919
Pictures		4,044	926	-	4,970
Total Rockville Elementary School		29,044	23,680	24,958	27,766
LOUISBURG MIDDLE SCHOOL					
Business Essentials		31	881	707	205
Choir		1,353	2,045	1,452	1,946
Concessions		13,867	20,574	21,002	13,439
Cheerleading		204	14,192	12,636	1,760
FCA		13	350	43	320
Musical		404	596	431	569
8th Grade LIT		-	369	87	282
SADD		26,066	21,531	42,176	5,421
SADD Grant		-	18,496	15,392	3,104
Spanish		-	203	78	125
Spanish Grant		-	700	454	246
Student Council		8,419	3,291	4,659	7,051
Yearbook		168	9,485	9,619	34
Total Louisburg Middle School		50,525	92,713	108,736	34,502

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
Agency Funds
Summary of Receipts and Disbursements (Continued)
Regulatory Basis
For the Year Ended June 30, 2017

<u>Fund</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
HIGH SCHOOL				
Art Club	\$ 3,008	\$ 13,891	\$ 13,758	\$ 3,141
AP	1,740	4,434	3,804	2,370
Band	6,959	17,673	8,395	16,237
Band Trip	70,901	237,643	7,392	301,152
Baseball Club	6,514	3,219	6,446	3,287
Boys Basketball Club	683	60	553	190
Building Trades	-	1,082	691	391
Cabinet Making	-	1,630	-	1,630
Cats Alley	2,875	28	2,903	-
Cheerleaders	5,530	18,690	20,600	3,620
Choir	4,467	7,707	6,399	5,775
Class of '15	890	-	821	69
Class of '16	3,174	-	-	3,174
Class of '17	3,838	60	30	3,868
Class of '18	-	12,077	8,680	3,397
Concessions	5,000	16,838	15,838	6,000
Cross Country	-	900	892	8
Culinary Arts	5,741	4,279	3,268	6,752
Dance Team	1,878	13,680	9,349	6,209
Drafting	-	2,072	2,071	1
Drama	10,280	14,111	16,232	8,159
E2020	375	-	-	375
FCA	24	-	-	24
FCCLA	244	7,111	6,664	691
FFA	15,332	45,613	44,163	16,782
Field Trip Reimbursement	-	2,262	2,168	94
Football Club	139	160	-	299
Forensics	530	2,842	2,877	495
Golf	85	-	-	85
Holiday Mart	5,521	5,220	5,756	4,985
Jazz Band	-	398	398	-
Journalism	516	235	374	377
Kansas State Music Festival	-	3,065	3,039	26
Keylee Sanders Fund	2,778	101	-	2,879
Lady Cats Basketball Club	30	-	-	30
Leo's Grant	8,823	-	-	8,823
Letterman Club	1,297	-	-	1,297
Library Activities	383	735	906	212
LOMIKA	13,792	38,930	42,934	9,788
Math Club	90	285	220	155
Model U.N.	100	350	-	450
National Honor Society	30	2,215	1,852	393
Parking Permits	-	235	190	45
Personal Consumer Finance	1,600	1,500	135	2,965
Photo Video Club	2,023	1,479	2,025	1,477
Renaissance - LEO	222	780	833	169
SADD	671	-	-	671
Scholar Bowl	1,329	-	270	1,059
Small Engines	-	1,861	-	1,861
Softball Club	3,108	2,562	2,228	3,442
Spanish Club	487	804	440	851
Student Council	1,914	18,240	16,978	3,176
Student Council 2	4,124	4,698	7,242	1,580
Student Planner	796	72	6	862
TEDx Youth Club	[205]	205	-	-
TSA	2,260	4,617	6,454	423
Track Club	195	-	-	195
Welding	-	1,710	1,700	10
Wrestling Club	2,907	2,476	4,621	762
Wildcat	957	-	-	957
Wildcat Soccer	1,722	11,395	2,382	10,735
Wildcat Volleyball	186	-	-	186
Total High School	<u>207,863</u>	<u>532,230</u>	<u>284,977</u>	<u>455,116</u>
TOTAL ALL STUDENT ORGANIZATION FUNDS	<u>\$ 342,080</u>	<u>\$ 685,631</u>	<u>\$ 461,271</u>	<u>\$ 566,440</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 416
District Activity Funds
Schedule of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2017

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
Broadmoor Elementary School							
School Projects							
Book Fee	\$ -	\$ -	\$ 19,107	\$ 19,107	\$ -	\$ -	\$ -
Student Lunch	-	-	82,859	82,859	-	-	-
Adult Lunch	-	-	3,130	3,130	-	-	-
Library Book Fees	133	-	90	-	223	-	223
Petty Cash	444	-	56	-	500	-	500
Interest	790	-	10	-	800	-	800
Pop Machine	98	-	-	-	98	-	98
Rockville Elementary School							
School Projects							
Student Lunch	-	-	67,538	67,531	7	-	7
Adult Lunch	-	-	6,683	6,683	-	-	-
Book Fee	-	-	19,948	19,901	47	-	47
Library Book Fees	222	-	134	64	292	-	292
Pre-K Fees	228	-	150,177	150,180	225	-	225
Kindergarten Fees	200	-	138,353	138,433	120	-	120
Petty Cash	490	-	10	-	500	-	500
Art Fee	5,875	-	2,034	2,665	5,244	-	5,244
Agenda Fee	5,444	-	2,148	2,576	5,016	-	5,016
Interest	1,119	-	285	-	1,404	-	1,404
Middle School							
Gate Receipts							
Athletics	9,111	-	11,274	14,781	5,604	-	5,604
Activity Sports Fee	120	-	17,350	17,470	-	-	-
School Projects							
Art Fee	157	-	1,974	1,671	460	-	460
Book Fee	-	-	22,035	22,035	-	-	-
Tech Fee	786	-	20	806	-	-	-
Student Lunch	-	-	101,386	101,386	-	-	-
Adult Lunch	-	-	1,295	1,295	-	-	-
RevTrak Fees	-	-	32	19	13	-	13
Petty Cash	500	-	400	400	500	-	500
Planner	746	-	2,404	2,002	1,148	-	1,148
Book Fair	177	-	-	177	-	-	-
Interest	489	-	7	1	495	-	495
Pop Machine	1,134	-	2,473	3,138	469	-	469
Candy	1,500	-	-	520	980	-	980
Field Trips	722	-	7,844	8,317	249	-	249
LMS School Store	-	-	1,003	641	362	-	362
Staff Rec.	56	-	-	56	-	-	-
FACS	2,245	-	3,224	1,825	3,644	-	3,644
Band	3,659	-	2,667	1,478	4,848	-	4,848
High School							
Gate Receipts							
Athletics	4,502	-	91,322	87,070	8,754	-	8,754
A.D. Activities	571	-	10,745	7,781	3,535	-	3,535
School Projects							
Enrollment Deposits	3,389	-	210	2,533	1,066	-	1,066
RevTrak Fees	-	-	3,263	3,261	2	-	2
Textbook Fees	522	-	32,480	33,002	-	-	-
Laptop Fees	-	-	20,957	20,957	-	-	-
Laptop Repair	25	-	4,640	4,548	117	-	117
Industrial Art	3,310	-	1,858	4,473	695	-	695
VoAg	225	-	5,840	4,567	1,498	-	1,498
Student Lunch	-	-	190,592	190,562	30	-	30
Adult Lunch	-	-	7,484	7,484	-	-	-
Sales Tax	[2,952]	-	13,768	10,816	-	-	-
Petty Cash	500	-	-	-	500	-	500
Activity Fee	180	-	32,625	32,805	-	-	-
District Office	1,000	-	-	-	1,000	-	1,000
Total District Activity Funds	\$ 47,717	\$ -	\$ 1,083,734	\$ 1,081,006	\$ 50,445	\$ -	\$ 50,445

See independent auditor's report on the financial statements.