

UNIFIED SCHOOL DISTRICT NO. 212
Almena, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Fiscal Year Ended June 30, 2018

MAPES & MILLER LLP
Certified Public Accountants
Norton, Kansas

UNIFIED SCHOOL DISTRICT NO. 212
Almena, Kansas
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Fiscal Year Ended June 30, 2018

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 212
Almena, Kansas 67622

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 212, Almena, Kansas as of and for the year ended June 30, 2018, 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 1; 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 Unified School District No. 212, Almena, 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 Unified School District No. 212, Almena, Kansas, as of June 30, 2018, 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 balances of Unified School District No. 212, Almena, Kansas, as of June 30, 2018, 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.

Other Matters

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 receipts and disbursements-agency funds, and 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.

Mapes & Miller LLP

Certified Public Accountants

Norton, Kansas
January 14, 2019

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

STATEMENT 1

Page 1

Summary of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General Funds:							
General	\$ 509	0	1,747,385	1,747,787	107	0	107
Supplemental General	41,570	0	584,513	590,238	35,845	0	35,845
Special Purpose Funds:							
At Risk 4 Year Old	12,446	0	45,578	36,318	21,706	0	21,706
At Risk K-12	0	0	124,176	113,998	10,178	0	10,178
Capital Outlay	174,331	0	206,183	240,636	139,878	0	139,878
Driver Training	0	0	3,427	3,427	0	0	0
Food Service	18,216	0	168,227	153,645	32,798	0	32,798
Professional Development	1,112	0	19,344	10,546	9,910	0	9,910
Special Education	0	0	290,202	289,052	1,150	0	1,150
Career and Postsecondary Education	13,020	0	80,712	74,107	19,625	0	19,625
KPERS Special Retirement Contribution	0	0	160,403	160,403	0	0	0
Contingency Reserve	200,000	0	0	0	200,000	0	200,000
Textbook Rental and Student Material Revolving	36,237	0	3,806	0	40,043	0	40,043
Box Tops for Education	4,225	0	100	0	4,325	0	4,325
Federal Funds	(10,786)	0	92,717	78,710	3,221	0	3,221
Gifts and Grants	5,676	0	41,826	40,680	6,822	0	6,822
District Activity Funds	3,490	0	22,579	19,998	6,071	0	6,071
Trust Funds:							
Maxine Sebelius Memorial Scholarship	14,000	0	0	0	14,000	0	14,000
Total Reporting Entity (Excluding Agency Funds)	\$ 514,046	0	3,591,178	3,559,545	545,679	0	545,679

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

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

Composition of Cash

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

STATEMENT 1

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Almena State Bank, Almena, Kansas

Checking Account

\$ 875

NOW Accounts

64,012

First National Bank, Long Island, Kansas

Checking Account

5,994

NOW Account

375,286

Certificates of Deposit

150,000

Total Cash

596,167

Agency Funds per Schedule 3

(50,488)

Total Reporting Entity (Excluding Agency Funds)

\$ 545,679

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

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

Notes to the Financial Statement

June 30, 2018

1. Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 212, Almena, Kansas operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation. The regulatory financial statement presents Unified School District No. 212 (the municipality).

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the fiscal year ended June 30, 2018:

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

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

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

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 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.

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. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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. The budget was not amended in this manner for the year ended June 30, 2018.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules for each fund are presented 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 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 trust funds and the following special purpose funds:

	<u>Statutory Authority for Exemption</u>
Title I 18-212	K.S.A. 12-1663
Title I 17-212	K.S.A. 12-1663
Title II Part A 18-212	K.S.A. 12-1663
Title II Part A 17-212	K.S.A. 12-1663
Small Rural School	K.S.A. 12-1663
Memorials and Donations	K.S.A. 79-2925
Kansas Coordinated School Health	K.S.A. 12-16,111
Library Grant	K.S.A. 12-16,111
Contingency Reserve	K.S.A. 72-6426
Textbook Rental and Student Material Revolving	K.S.A. 72-8250
Box Tops for Education	K.S.A. 79-2925
Junior High School Athletics	K.S.A. 72-8208a
Senior High School Athletics	K.S.A. 72-8208a
Greenhouse	K.S.A. 72-8208a

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

Reimbursed Expenditures

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under the KMAAG regulatory basis of accounting.

2. Stewardship, Compliance and Accountability

No statute violations were noted during 2018.

3. Deposits and Investments

At June 30, 2018, the District had no investments except for certificates of deposit which are considered to be a component of 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 municipality is located and the banks provide an acceptable rate of return on the 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 any "peak periods" with eligible depositories. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$596,167 and the bank balance was \$786,803. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$327,322 was covered by federal depository insurance, and the remaining \$459,481 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. At June 30, 2018, the District had no investments except for certificates of deposit which are considered to be a component of deposits.

4. 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 with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. 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 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

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

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$160,403 for the year ended June 30, 2018.

Net Pension Liability. At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$1,925,656. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The 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 nonemployer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. 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.

5. Other Long-Term Obligations

Compensated Absences

Sick Leave. The employees of Unified School District No. 212, Almena, Kansas are allowed eleven days of sick leave per year. This can be carried over and accumulated to fifty days for all regular and full-time employees. All certified employees who have accumulated over thirty-nine days of sick leave by the end of the contract year will be paid for days over thirty-eight, at the rate of one-half the daily rate for substitute teachers. Unused sick leave is paid upon termination at the rate of one-half the daily rate for substitute teachers.

Vacation Pay. The superintendent is allowed twenty days of vacation per year. Other twelve-month employees are allowed ten days of vacation per year. Vacation time cannot be carried over to the following year and is not required to be used.

6. Other Post Employment Benefits

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

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

7. 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 the District purchases commercial insurance. During the year ended June 30, 2018, the District did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

8. In-Substance Receipt in Transit

The District received \$98,052 subsequent to June 30, 2018, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

9. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	Food Service	K.S.A. 72-6428	25,503
General	Special Education	K.S.A. 72-6428	221,082
General	At Risk K-12	K.S.A. 72-6428	26,255
General	Professional Development	K.S.A. 72-6428	10,828
General	Driver Training	K.S.A. 72-6428	1,351
General	Capital Outlay	K.S.A. 72-6428	40,000
Supplemental General	Food Service	K.S.A. 72-6433	52,028
Supplemental General	Professional Development	K.S.A. 72-6433	8,516
Supplemental General	At Risk K-12	K.S.A. 72-6433	97,921
Supplemental General	Special Education	K.S.A. 72-6433	42,289
Supplemental General	Career and Postsecondary Education	K.S.A. 72-6433	79,461
Supplemental General	At Risk 4 Year Old	K.S.A. 72-6433	45,578

10. Lease Obligations

On November 1, 2013 and June 23, 2015, the district entered into agreements with Dealers First Financial, LLC to lease 5 Sharp copying machines. The agreements call for payments of \$337 through October 31, 2018 and \$450 through June 30, 2020, respectively. Payments totaling \$9,444 were made during the fiscal year ending June 30, 2018. The amounts due under these agreements in future periods are as follows:

Year	Payment
2018-2019	6,748
2019-2020	5,400
Total	12,148

11. Qualified Zone Academy Bonds

On July 1, 2010 the District entered into a \$450,000 Qualified Zone Academy Bond (QZAB) agreement for the financing of renovations, repairs, and improvements to existing school buildings and other capital purchases and improvements. First National Bank & Trust, Phillipsburg, KS, is acting as trustee. The expected total of all payments to be made by the District is \$450,000, which is the amount of the Lease Purchase Agreement, amortized with zero percent interest. Once all payments are made, the lease will be terminated.

12. Long-term Debt

Changes in long-term liabilities for Unified School District No. 212, Almena, Kansas for the year ended June 30, 2018 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Original Issue	Date of Final Issue	Balance Beginning of Year	Additions	Reduction Payments	Balance End of Year	Interest Paid ***
Lease Purchases:									
Qualified Zone Academy Bonds	0.00%	07/01/10	450,000	07/01/20	135,000	0	45,000	90,000	446
Total Long-term Debt					<u>\$ 135,000</u>	<u>0</u>	<u>45,000</u>	<u>90,000</u>	<u>446</u>

***Due to changes in Federal law and budget allocations, the reimbursement by the Federal government to the District for interest paid has been reduced from 100% to 93.4%.

Current maturities of long-term debt for Unified School District No. 212, Almena, Kansas for the next five years are as follows:

	2019	2020	2021	2022	2023	Total
PRINCIPAL						
Lease Purchase:						
Qualified Zone Academy Bonds	\$ 45,000	45,000	45,000	0	0	135,000
INTEREST						
Lease Purchase:						
Qualified Zone Academy Bonds	466	311	155	0	0	932
Total Principal and Interest	<u>\$ 45,466</u>	<u>\$ 45,311</u>	<u>\$ 45,155</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 135,932</u>

13. Subsequent Events

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date of which the financial statement was available to be issued.

UNIFIED SCHOOL DISTRICT NO. 212
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2018

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 1

Almena, Kansas

Summary of Expenditures - Actual and Budget
For the Fiscal Year Ended June 30, 2018

Description	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)
Governmental Type Funds:						
General Funds:						
General Fund	\$ 1,735,399	2,721	9,667	1,747,787	1,747,787	0
Supplemental General Fund	590,238	0	0	590,238	590,238	0
Special Purpose Funds:						
At Risk 4 Year Old	52,447	0	0	52,447	36,318	(16,129)
At Risk K-12	160,001	0	0	160,001	113,998	(46,003)
Capital Outlay	333,372	0	0	333,372	240,636	(92,736)
Driver Training	3,680	0	0	3,680	3,427	(253)
Food Service	169,000	0	0	169,000	153,645	(15,355)
Professional Development	11,212	0	0	11,212	10,546	(666)
Special Education	316,953	0	0	316,953	289,052	(27,901)
Career and Postsecondary Education	75,382	0	0	75,382	74,107	(1,275)
KPERS Special Retirement Contribution	165,920	0	0	165,920	160,403	(5,517)
Federal Funds	54,802	0	0	54,802	78,710	*
Gifts and Grants	28,255	0	0	28,255	40,680	*

* Exempt from Budget Law.

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 2

Almena, Kansas

Page 1

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

			Variance Over (Under)
	<u>Actual</u>	<u>Budget</u>	
Receipts:			
Mineral Tax	\$ 254	0	254
State Equalization Aid	1,565,879	1,530,692	35,187
Special Education Aid	171,585	204,199	(32,614)
Reimbursed Expenses	<u>9,667</u>	<u>0</u>	<u>9,667</u>
 Total Receipts	 <u>1,747,385</u>	 <u>1,734,891</u>	 <u>12,494</u>
Expenditures:			
Instruction	830,903	796,515	34,388
Student Support Services	8,000	7,000	1,000
Instructional Support Staff	32,790	35,000	(2,210)
General Administration	218,262	180,500	37,762
School Administration	43,371	35,500	7,871
Operations and Maintenance	160,738	88,384	72,354
Student Transportation Services	128,704	117,000	11,704
Transfer to Driver Training	1,351	2,000	(649)
Transfer to Food Service	25,503	34,000	(8,497)
Transfer to Professional Development	10,828	7,500	3,328
Transfer to Career and Postsecondary Education	0	44,000	(44,000)
Transfer to Special Education	221,082	260,000	(38,918)
Transfer to Capital Outlay	40,000	0	40,000
Transfer to At Risk 4 Year Old	0	19,000	(19,000)
Transfer to At Risk K-12	<u>26,255</u>	<u>109,000</u>	<u>(82,745)</u>
Adjustment to Comply with Legal Max			
Legal General Fund Budget	<u>0</u>	<u>2,721</u>	<u>(2,721)</u>
 Total Legal General Fund Budget	 1,747,787	 1,738,120	 9,667

(Continued)

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

SCHEDULE 2

Page 2

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
(Continued)			
Adjustments for Qualifying Budget Credits:			
Reimbursed Expenses	<u>0</u>	<u>9,667</u>	<u>(9,667)</u>
Total Expenditures	<u>1,747,787</u>	<u>1,747,787</u>	<u>0</u>
Receipts Over (Under) Expenditures	(402)		
Unencumbered Cash, Beginning	<u>509</u>		
Unencumbered Cash, Ending	\$ <u>107</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 3

Supplemental General FundSchedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Tax in Process	\$ 6,400	15,244	412,028
Current Tax	427,272	390,530	(384,130)
Delinquent Tax	4,214	89	4,125
Motor Vehicle Tax	41,617	36,761	4,856
Recreational Vehicle Tax	617	520	97
Commercial Vehicle Tax	2,164	1,846	318
Miscellaneous	230	0	230
Reimbursed Expense	1,285	0	1,285
Supplemental State Aid	100,714	100,732	(18)
Total Receipts	<u>584,513</u>	<u>545,722</u>	<u>38,791</u>
Expenditures:			
Instruction	35,800	58,141	(22,341)
Instructional Support Staff	284	20,000	(19,716)
General Administration	57,267	83,000	(25,733)
School Administration	100,111	125,500	(25,389)
Operations and Maintenance	70,983	140,000	(69,017)
Transfer to Food Service	52,028	18,312	33,716
Transfer to Professional Development	8,516	2,500	6,016
Transfer to Special Education	42,289	50,000	(7,711)
Transfer to Career and Postsecondary Education	79,461	19,500	59,961
Transfer to At Risk K-12	97,921	51,000	46,921
Transfer to At Risk 4 Year Old	45,578	21,000	24,578
Adjustments for Qualifying Budget Credits:			
Reimbursed Expenses	<u>0</u>	<u>1,285</u>	<u>(1,285)</u>
Total Expenditures	<u>590,238</u>	<u>590,238</u>	<u>0</u>
Receipts Over (Under) Expenditures	(5,725)		
Unencumbered Cash, Beginning	<u>41,570</u>		
Unencumbered Cash, Ending	\$ <u><u>35,845</u></u>		

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 2

Almena, Kansas

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At Risk 4 Year Old Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer from General	\$ 0	19,000	(19,000)
Transfer from Supplemental General	45,578	21,000	24,578
Total Receipts	45,578	40,000	5,578
Expenditures:			
Instruction	36,318	52,447	(16,129)
Receipts Over (Under) Expenditures	9,260		
Unencumbered Cash, Beginning	12,446		
Unencumbered Cash, Ending	\$ 21,706		

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 2

Almena, Kansas

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At Risk K-12 Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer from General	\$ 26,255	109,000	(82,745)
Transfer from Supplemental General	<u>97,921</u>	<u>51,000</u>	<u>46,921</u>
 Total Receipts	 <u>124,176</u>	 <u>160,000</u>	 <u>(35,824)</u>
Expenditures:			
Instruction	90,703	137,001	(46,298)
School Administration	<u>23,295</u>	<u>23,000</u>	<u>295</u>
 Total Expenditures	 <u>113,998</u>	 <u>160,001</u>	 <u>(46,003)</u>
Receipts Over (Under) Expenditures	10,178		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>10,178</u>		

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 2

Almena, Kansas

Page 6

Capital Outlay Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Tax in Process	\$ 1,928	4,604	122,437
Current Tax	127,041	119,456	(117,528)
Delinquent Tax	1,238	27	1,211
Motor Vehicle Tax	11,479	10,265	1,214
Recreational Vehicle Tax	174	145	29
Commercial Vehicle Tax	639	515	124
State Aid	2,626	2,655	(29)
Other Revenue - Local Sources	21,058	0	21,058
Interest on Idle Funds	0	20,000	(20,000)
Transfer from General	40,000	0	40,000
Total Receipts	<u>206,183</u>	<u>157,667</u>	<u>48,516</u>
Expenditures:			
Instruction	41,382	50,000	(8,618)
General Administration	416	0	416
Operations and Maintenance	50,413	125,000	(74,587)
Transportation	26,693	70,000	(43,307)
QZAB Lease Payment	45,446	0	45,446
Facility Acquisition and Construction	76,286	88,372	(12,086)
Total Expenditures	<u>240,636</u>	<u>333,372</u>	<u>(92,736)</u>
Receipts Over (Under) Expenditures	(34,453)		
Unencumbered Cash, Beginning	<u>174,331</u>		
Unencumbered Cash, Ending	\$ <u>139,878</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 7

Driver Training Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
State Aid	\$ 1,536	1,680	(144)
Other Revenue - Local Sources	540	0	540
Transfer from General	<u>1,351</u>	<u>2,000</u>	<u>(649)</u>
Total Receipts	<u>3,427</u>	<u>3,680</u>	<u>(253)</u>
Expenditures:			
Instruction	3,427	3,680	(253)
Vehicle Operations & Maintenance	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>3,427</u>	<u>3,680</u>	<u>(253)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 2

Almena, Kansas

Page 8

Food Service FundSchedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Federal Aid	\$ 56,285	56,851	(566)
State Aid	1,010	870	140
Food Service	32,088	44,437	(12,349)
Interest on Idle Funds	1,313	0	1,313
Transfer from General	25,503	34,000	(8,497)
Transfer from Supplemental General	<u>52,028</u>	<u>18,312</u>	<u>33,716</u>
Total Receipts	<u>168,227</u>	<u>154,470</u>	<u>13,757</u>
Expenditures:			
Operations and Maintenance	3,919	4,000	(81)
Food Service Operations	<u>149,726</u>	<u>165,000</u>	<u>(15,274)</u>
Total Expenditures	<u>153,645</u>	<u>169,000</u>	<u>(15,355)</u>
Receipts Over (Under) Expenditures	14,582		
Unencumbered Cash, Beginning	<u>18,216</u>		
Unencumbered Cash, Ending	\$ <u><u>32,798</u></u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 9

Professional Development Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
State Aid	0	100	(100)
Transfer from General	10,828	7,500	3,328
Transfer from Supplemental General	<u>8,516</u>	<u>2,500</u>	<u>6,016</u>
 Total Receipts	 <u>19,344</u>	 <u>10,100</u>	 <u>9,244</u>
Expenditures:			
Instructional Support Staff	<u>10,546</u>	<u>11,212</u>	<u>(666)</u>
Receipts Over (Under) Expenditures	8,798		
Unencumbered Cash, Beginning	<u>1,112</u>		
Unencumbered Cash, Ending	\$ <u>9,910</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 10

Special Education FundSchedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Federal Aid	\$ 1,152	0	1,152
Other Revenue - Local Sources	25,679	0	25,679
Transfer from General	221,082	260,000	(38,918)
Transfer from Supplemental General	<u>42,289</u>	<u>50,000</u>	<u>(7,711)</u>
Total Receipts	<u>290,202</u>	<u>310,000</u>	<u>(19,798)</u>
Expenditures:			
Instruction	288,813	315,253	(26,440)
Student Transportation Services	<u>239</u>	<u>1,700</u>	<u>(1,461)</u>
Total Expenditures	<u>289,052</u>	<u>316,953</u>	<u>(27,901)</u>
Receipts Over (Under) Expenditures	1,150		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>1,150</u></u>		

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 2

Almena, Kansas

Page 11

Career and Postsecondary Education Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
Miscellaneous	\$ 403	0	403
User Charges	848	0	848
Transfer from General	0	44,000	(44,000)
Transfer from Supplemental General	<u>79,461</u>	<u>19,500</u>	<u>59,961</u>
Total Receipts	<u>80,712</u>	<u>63,500</u>	<u>17,212</u>
Expenditures:			
Instruction	67,947	64,882	3,065
Operations and Maintenance	<u>6,160</u>	<u>10,500</u>	<u>(4,340)</u>
Total Expenditures	<u>74,107</u>	<u>75,382</u>	<u>(1,275)</u>
Receipts Over (Under) Expenditures	6,605		
Unencumbered Cash, Beginning	<u>13,020</u>		
Unencumbered Cash, Ending	\$ <u>19,625</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

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KPERS Special Retirement Contribution Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Actual	Budget	Variance Over (Under)
Receipts:			
State Aid	\$ 160,403	<u>165,920</u>	<u>(5,517)</u>
Expenditures:			
Instruction	102,659	80,000	22,659
Student Support	4,812	10,000	(5,188)
Instructional Support	4,812	10,000	(5,188)
General Administration	10,426	15,000	(4,574)
School Administration	16,842	20,000	(3,158)
Operations and Maintenance	12,030	15,000	(2,970)
Student Transportation Services	802	2,000	(1,198)
Food Service	<u>8,020</u>	<u>13,920</u>	<u>(5,900)</u>
Total Expenditures	<u>160,403</u>	<u>165,920</u>	<u>(5,517)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

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Federal Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Title I 18-212	Title I 17-212	Title II Part A 18-212	Title II Part A 17-212	Small Rural School	Total	Budget*	Variance Over (Under)
Receipts:								
Federal Aid	\$ 47,955	7,475	11,593	5,571	20,123	92,717	54,802	37,915
Expenditures:								
Instruction	44,734	(248)	4,643	0	20,123	69,252	49,802	19,450
Instructional Support Services	0	0	9,458	0	0	9,458	5,000	4,458
Total Expenditures	44,734	(248)	14,101	0	20,123	78,710	54,802	23,908
Receipts Over (Under) Expenditures	3,221	7,723	(2,508)	5,571	0	14,007		
Unencumbered Cash, Beginning	0	(7,723)	2,508	(5,571)	0	(10,786)		
Unencumbered Cash, Ending	\$ 3,221	0	0	0	0	3,221		

* Exempt from Budget Law per K.S.A. 12-1663.

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

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Gifts and Grants Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

	Memorials and Donations	Kansas Coordinated School Health	Library Grant	Total	Budget*	Variance Over (Under)
Receipts:						
Donations and Grants	\$ 41,826	0	0	41,826	25,000	16,826
Expenditures:						
Instruction	40,680	0	0	40,680	28,255	12,425
Receipts Over (Under) Expenditures	1,146	0	0	1,146		
Unencumbered Cash, Beginning	2,807	1,958	911	5,676		
Unencumbered Cash, Ending	\$ 3,953	1,958	911	6,822		

* Exempt from Budget Law per K.S.A. 79-2925 and 12-16,111.

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

Any Non-budgeted Fund

Schedule of Receipts and Expenditures - Actual

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

SCHEDULE 2

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	Contingency Reserve	Textbook Rental and Student Material Revolving	Box Tops for Education	Maxine Sebelius Memorial Scholarship
Receipts:				
Fees	\$ 0	3,806	0	0
Donations	<u>0</u>	<u>0</u>	<u>100</u>	<u>0</u>
Total Receipts	<u>0</u>	<u>3,806</u>	<u>100</u>	<u>0</u>
Expenditures:				
Instruction	0	0	0	0
Other Supplemental Services	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	3,806	100	0
Unencumbered Cash, Beginning	<u>200,000</u>	<u>36,237</u>	<u>4,225</u>	<u>14,000</u>
Unencumbered Cash, Ending	\$ <u>200,000</u>	<u>40,043</u>	<u>4,325</u>	<u>14,000</u>

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 3

Almena, Kansas

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

Fund	Beginning Cash Balance	Receipts	Disburse- ments	Ending Cash Balance
Student Organization Funds:				
Junior High:				
Service Club	\$ 5,869	11,140	13,001	4,008
Eighth Grade Class	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Junior High	<u>5,869</u>	<u>11,140</u>	<u>13,001</u>	<u>4,008</u>
High School:				
Student Council	3,517	2,263	1,823	3,957
Kayettes	813	3,083	3,022	874
Hi Lighters	2,681	216	16	2,881
FFA	7,086	23,953	26,640	4,399
Class of 2014	2,839	0	0	2,839
Class of 2015	1,341	0	0	1,341
Class of 2016	27	819	819	27
Class of 2017	1,780	0	1,055	725
Class of 2018	888	0	539	349
Class of 2019	7,267	15,178	18,665	3,780
Class of 2020	1,020	328	205	1,143
Class of 2021	0	2,695	284	2,411
Class of 2022	0	37	0	37
Yearbook	14,385	8,948	7,759	15,574
Scholars Bowl	186	375	39	522
Dance Team	3,148	6,712	6,747	3,113
Drama Club	1,014	106	206	914
Technology Club	829	0	0	829
FCCLA	66	0	0	66
Volleyball Club	290	0	0	290
Interactive Media	<u>237</u>	<u>321</u>	<u>124</u>	<u>434</u>
Total High School	<u>49,414</u>	<u>65,034</u>	<u>67,943</u>	<u>46,505</u>
Other Agency Funds:				
Sales Tax	<u>43</u>	<u>413</u>	<u>481</u>	<u>(25)</u>
Total Other Agency Funds	<u>43</u>	<u>413</u>	<u>481</u>	<u>(25)</u>
Total Agency Funds	\$ <u>55,326</u>	<u>76,587</u>	<u>81,425</u>	<u>50,488</u>

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

District Activity Funds

Schedule of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Fiscal Year Ended June 30, 2018

SCHEDULE 4

Funds	Beginning	Prior Year	Receipts	Expenditures	Ending	Add	Ending
	Unencumbered	Cancelled			Unencumbered	Encumbrances and Accounts	
	Cash Balance	Encumbrances			Cash Balance	Payable	Cash Balance
Junior High School Athletics	\$ 1,257	0	3,424	3,445	1,236	0	1,236
Senior High School Athletics	2,191	0	19,155	16,553	4,793	0	4,793
Greenhouse	42	0	0	0	42	0	42
Total District Activity Funds	\$ <u>3,490</u>	<u>0</u>	<u>22,579</u>	<u>19,998</u>	<u>6,071</u>	<u>0</u>	<u>6,071</u>