

**UNIFIED SCHOOL DISTRICT NO. 415**

**Hiawatha, Kansas**

**Financial Statements**

**For the Year Ended June 30, 2017**

This page intentionally left blank

UNIFIED SCHOOL DISTRICT NO. 415  
Financial Statements  
For the Year Ended June 30, 2017

Table of Contents

	<u>Page Number</u>
INTRODUCTORY SECTION	
Table of Contents	i
FINANCIAL SECTION	
Independent Auditor's Report	1 - 2
Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to the Financial Statements	4 - 11
REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget	12
SCHEDULE 2	
Schedule of Receipts and Expenditures - Actual and Budget and Actual Only	
General Fund	13
Supplemental General Fund	14
At Risk (K-12) Fund	15
Capital Outlay Fund	16
Driver Training Fund	17
Food Service Fund	18
Professional Development Fund	19
Virtual Education Fund	20
Special Education Fund	21
Vocational Education Fund	22
KPERs Special Retirement Contribution Fund	23
Gifts and Grants Fund	24
Textbook Rental Fund	25
Federal Funds	26
Student Materials Revolving Fund	27
Contingency Reserve Fund	28
2015 Bond Construction Fund	29
Bond and Interest Fund	30
SCHEDULE 3	
Summary of Receipts and Disbursements	
Agency Funds	31
SCHEDULE 4	
Schedule of Receipts, Expenditures and Unencumbered Cash	
District Activity Funds	32
SCHEDULE 5	
Schedule of Receipts, Expenditures and Unencumbered Cash	
Private Purpose Trust Funds	33

## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Unified School District No. 415  
Hiawatha, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 415, Hiawatha, 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, the schedule of regulatory basis receipts, expenditures and unencumbered cash-district activity funds and the schedule of regulatory basis receipts, expenditures and unencumbered cash-private purpose trust funds (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statements, however they 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the 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 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 December 6, 2016. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://da.ks.gov/ar/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 statements as a whole, on the basis of accounting described in Note 1.

*Mike Houser: Company PA*

Certified Public Accountants

Lawrence, KS  
December 28, 2017

UNIFIED SCHOOL DISTRICT NO. 415  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
For the Year Ended June 30, 2017

<u>Funds</u>	Beginning Unencumbered Cash <u>Balance</u>	Prior Year Cancelled Encumbrances	<u>Receipts</u>	<u>Expenditures</u>	Ending Unencumbered Cash <u>Balance</u>	Outstanding Encumbrances and Accounts Payable	Ending Cash <u>Balance</u>
Governmental Fund Types:							
General Funds:							
General Fund	\$ 4,262	\$ -	\$ 6,806,586	\$ 6,808,942	\$ 1,906	\$ 53,695	\$ 55,601
Supplemental General	101,967	-	2,106,800	2,143,811	64,956	19,503	84,459
Special Purpose Funds:							
At Risk (K-12)	110,461	-	774,232	769,268	115,425	39,485	154,910
Capital Outlay	1,771,199	3,400	798,525	902,167	1,670,957	316,984	1,987,941
Driver Training	10,038	-	7,288	4,701	12,625	-	12,625
Food Service	142,623	41	606,066	604,665	144,065	6,525	150,590
Professional Development	60,000	1,589	36,550	38,139	60,000	1,839	61,839
Virtual Education	-	-	7,200	7,147	53	-	53
Special Education	465,044	-	1,584,764	1,422,401	627,407	15	627,422
Vocational Education	70,513	-	298,788	280,725	88,576	3,499	92,075
KPERS Special Retirement Contribution	-	-	407,376	407,376	-	-	-
Gifts and Grants	96,641	-	2,245,888	2,233,595	108,934	4,580	113,514
Textbook Rental	99,787	-	85,704	85,551	99,940	3,226	103,166
Federal Funds	-	-	305,332	305,332	-	5,900	5,900
Student Materials Revolving	16,588	729	36,323	39,752	13,888	11,211	25,099
Contingency Reserve	600,000	-	-	-	600,000	-	600,000
District Activity	76,611	-	176,016	170,698	81,929	-	81,929
Capital Project Fund:							
2015 Bond Construction	2,977,639	-	3,568	2,704,326	276,881	560,684	837,565
Bond and Interest Fund:							
Bond and Interest	1,455,274	-	1,291,125	1,303,075	1,443,324	-	1,443,324
Private Purpose Trusts	<u>203,747</u>	<u>-</u>	<u>6,456</u>	<u>6,800</u>	<u>203,403</u>	<u>-</u>	<u>203,403</u>
Total	<u>\$ 8,262,394</u>	<u>\$ 5,759</u>	<u>\$ 17,584,587</u>	<u>\$ 20,238,471</u>	<u>\$ 5,614,269</u>	<u>\$ 1,027,146</u>	<u>\$ 6,641,415</u>

Composition of Cash:

Morrill and Janes Bank		
Checking Account	\$ 180,078	
Money Market	4,865,957	
Savings Accounts	13,785	
Certificate of Deposit	<u>187,807</u>	5,247,627
Security Bank of Kansas City		
Investment Accounts		496,407
Farmers State Bank		
Savings Accounts		25,815
Hiawatha National Bank		
Checking Accounts	\$ 348,143	
Certificate of Deposit	<u>537,500</u>	885,643
Citizens State Bank		
Checking Accounts	\$ 7,284	
Savings Account	282	
Certificate of Deposit	<u>41,211</u>	48,777
Cash Balance		6,704,269
Less: Agency Funds per Schedule 3		<u>[62,854]</u>
Total Reporting Entity (Excluding Agency Funds)		<u>\$ 6,641,415</u>

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

UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

Unified School District No. 415 (the District) 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 had no related municipal entities.

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

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

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

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity.

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

UNIFIED SCHOOL DISTRICT NO. 415  
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), principal 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 publication the hearing may be held and the governing body may amend the budget at that time. The budget was not amended for the year ended June 30, 2017.

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, trust funds, and the following special purpose funds: Textbook Rental, Student Materials Revolving, Contingency Reserve, and District Activity.

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.

NOTE 2 – In-Substance Receipt in Transit

The District received \$444,802 in General State Aid and \$14,960 in Supplemental General State Aid 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.



UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

NOTE 3 - 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 the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturity</u> <u>Less than 1 year</u>	<u>Rating</u>
U.S. Government Securities	\$ 492,907	\$ 492,907	N/A

Some of the District's investments are of bond proceeds invested pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the KMIP, direct obligations of the U.S. government or any agency thereof, and various other investments as specified in K.S.A. 10-131.

*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".

At June 30, 2017, the District's carrying amount of deposits was \$6,211,362 and the bank balance was \$6,488,223. The bank balance was held by five banks resulting in a concentration of credit risk. Of the bank balance, \$578,159 was covered by federal depository insurance and the remaining balance of \$5,910,064 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.

UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

NOTE 4 - Long-Term Debt

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

<u>Debt Issue</u>	<u>Date Issued</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Original Amount</u>	<u>Outstanding Amount</u>
G.O. 2015-A Improvement Bonds	6/4/2015	2.00 to 3.00%	9/1/2030	\$ 9,200,000	\$ 8,735,000
G.O. 2015-B Refunding Bonds	6/4/2015	1.40%	9/1/2018	<u>1,665,000</u>	<u>1,060,000</u>
Total				<u>\$ 10,865,000</u>	<u>\$ 9,795,000</u>

The District is subject to statutes of the State of Kansas which limit the bonded debt outstanding to 14% of the assessed valuation. The District requested and received approval under applicable Kansas law which allows the issuance of bonded debt in excess of the general bonded debt limitation. The ratio of outstanding bonded debt to the assessed valuation as of June 30, 2017 was 9.28%.

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

<u>Type of 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 Year Ended 6/30/2017</u>
G.O. Bonds To Be Paid With:					
Tax Levies					
2015-A Improvement Bonds	\$ 9,200,000	\$ -	\$ 465,000	\$ 8,735,000	\$ 214,000
2015-B Refunding Bonds	<u>1,665,000</u>	<u>-</u>	<u>605,000</u>	<u>1,060,000</u>	<u>19,075</u>
Total	<u>\$ 10,865,000</u>	<u>\$ -</u>	<u>\$ 1,070,000</u>	<u>\$ 9,795,000</u>	<u>\$ 233,075</u>

Annual debt service requirements to maturity for general obligation bonds to be paid with tax levies:

<u>Year</u>	<u>Principal Due</u>	<u>Interest Due</u>	<u>Total Due</u>
2018	\$ 1,145,000	\$ 214,585	\$ 1,359,585
2019	985,000	196,465	1,181,465
2020	550,000	182,450	732,450
2021	560,000	171,350	731,350
2022	575,000	160,000	735,000
2023 - 2027	3,150,000	603,975	3,753,975
2028 - 2031	<u>2,830,000</u>	<u>171,650</u>	<u>3,001,650</u>
Total	<u>\$ 9,795,000</u>	<u>\$ 1,700,475</u>	<u>\$ 11,495,475</u>

UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

NOTE 5 - Operating Lease

The District has leased six copiers with payments totaling \$31,546 during the current year and payments in future years as follows:

<u>Year</u>	<u>Amount</u>
2017 - 18	\$ 19,758
2018 - 19	14,483
2019 - 20	14,483
2020 - 21	<u>2,418</u>
Total	<u>\$ 51,142</u>

The District entered into a lease agreement in the amount of \$12,092 for copiers on November 8, 2016. The first lease payment is scheduled to begin in December 2016 and the final payment is scheduled for November 2021.

NOTE 6 - Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General	At Risk (K-12)	K.S.A. 72-6478	\$ 297,961
General	Food Service	K.S.A. 72-6478	40,000
General	Professional Development	K.S.A. 72-6478	36,550
General	Special Education	K.S.A. 72-6478	984,764
General	Vocational Education	K.S.A. 72-6478	42,579
General	Textbook Rental	K.S.A. 72-6478	70,000
General	Capital Outlay	K.S.A. 72-6478	135,896
General	KPERS Special Retirement Contribution	K.S.A. 72-6478	407,376
General	Virtual Education	K.S.A. 72-6478	5,000
Supplemental General	At Risk (K-12)	K.S.A. 72-6478	476,271
Supplemental General	Special Education	K.S.A. 72-6478	600,000
Supplemental General	Virtual Education	K.S.A. 72-6478	2,200
Supplemental General	Vocational Education	K.S.A. 72-6478	<u>202,421</u>
Total			<u>\$ 3,301,018</u>

NOTE 7 – Capital Projects

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures To Date</u>
Summer 2016 Projects	\$ 7,528,029	\$ 7,531,062
Summer 2017 Projects	\$ 691,000	\$ 354,134

UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

**NOTE 8 - 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](http://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 (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 \$407,376 for the year ended June 30, 2017.

*Net Pension Liability.* At June 30, 2017, the District's proportionate share of the collective net pension liability reported by KPERS was \$7,562,336. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015, which was rolled forward to June 30, 2016. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2016. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

NOTE 9 - Compensated Absences

Most administrative and classified personnel employed on a twelve month full-time (32 hours per week) status are eligible for a paid two week vacation. Following the completion of ten years of employment, the employee is eligible for three weeks paid vacation. Only one week of unused vacation may be carried into the next year. A week is defined as five working days.

It is the District's policy to pay employees accrued vacation pay upon termination of employment. As of June 30, 2017, the liability for accrued vacation pay was \$2,927.

The District also has available sick leave for all. Employees accrue sick leave at the rate of fifteen (15) days per year, with the maximum accumulation of one hundred (100) days. Upon termination, employees are not paid for any accumulated sick leave.

NOTE 10 - Termination Benefits

The District also has a plan which covers personnel who are eligible to receive retirement benefits from either the Kansas Public Employees Retirement System or the Social Security Administration and have been employed by the district for at least fifteen years. To be eligible, the District must receive the employee's retirement resignation by February 15 of the year in which the retirement occurs. Eligible classified employees will receive a one-time payment based on the number of years of service in the District, payable in a lump sum at the end of the school year. The amount of the compensation is determined as follows:

<u>Years of Service to the District</u>	<u>Classified Compensation</u>
15 Years	\$ 1,500
Per Year Beyond 15 Years	50

The certified and administrative employees who retire under the plan are eligible to continue in the health insurance plan of the District as well as receive the District's contribution for the single health insurance policy equal to the benefit given in the year of retirement until the employee reaches age 65. Beginning in the 2016-2017 school year, the employer subsidized post-retirement health insurance payment will reduce by 10% each year. No new retirement enrollees will be allowed after the 2022-2023 school year. Current recipients at that time will continue to receive benefit until age 65 or after the 10<sup>th</sup> year of post retirement.

The amount paid by the District on behalf of the retirees during the year ended June 30, 2017, was \$105,523. The amount of the District's accrued contribution for the health insurance of retirees until age 65 is \$409,293 as of June 30, 2017.

The estimated cost of future early retirement program commitments, including health insurance, is as follows:

	<u>2017-18</u>	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>	<u>2021-22</u>
Estimated Cost of Early Retirement Benefits	\$ 103,404	\$ 101,078	\$ 99,689	\$105,633	\$118,536

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 disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District as of June 30, 2017.

UNIFIED SCHOOL DISTRICT NO. 415  
Notes to the Financial Statements  
For the Year Ended June 30, 2017

NOTE 12 - 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; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 13 – 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.

UNIFIED SCHOOL DISTRICT NO. 415  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

<u>Funds</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 Budget</u>	<u>Variance Positive [Negative]</u>
General Funds:						
General Fund	\$ 7,070,093	\$ [261,151]	\$ -	\$ 6,808,942	\$ 6,808,942	\$ -
Supplemental General	2,143,811	-	-	2,143,811	2,143,811	-
Special Purpose Funds:						
At Risk (K-12)	812,660	-	-	812,660	769,268	43,392
Capital Outlay	1,737,040	-	-	1,737,040	902,167	834,873
Driver Training	10,800	-	-	10,800	4,701	6,099
Food Service	605,125	-	-	605,125	604,665	460
Professional Development	47,630	-	-	47,630	38,139	9,491
Virtual Education	20,260	-	-	20,260	7,147	13,113
Special Education	1,551,951	-	-	1,551,951	1,422,401	129,550
Vocational Education	336,000	-	-	336,000	280,725	55,275
KPERS Special Retirement Contribution	619,454	-	-	619,454	407,376	212,078
Gifts and Grants	164,750	-	-	164,750	2,233,595	[2,068,845]
Federal Funds	362,096	-	-	362,096	305,332	56,764
Bond and Interest Fund:						
Bond and Interest	1,303,175	-	-	1,303,175	1,303,075	100

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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:				
Equalization aid	\$ 5,278,297	\$ 5,305,015	\$ 5,303,880	\$ 1,135
Special education aid	1,041,915	984,764	1,054,497	[69,733]
Supplemental general aid	195,413	-	-	-
KPERS aid	432,624	407,376	619,454	[212,078]
Interest on idle funds	29,785	19,610	33,000	[13,390]
Miscellaneous	53,860	89,821	55,000	34,821
Total Receipts	<u>7,031,894</u>	<u>6,806,586</u>	<u>\$ 7,065,831</u>	<u>\$ [259,245]</u>
Expenditures				
Instruction	2,910,958	2,960,825	\$ 3,033,602	\$ 72,777
Student support services	278,699	279,752	292,100	12,348
Instructional support services	190,308	194,343	201,500	7,157
General administration	204,005	222,702	219,500	[3,202]
School administration	581,059	586,288	605,540	19,252
Operations and maintenance	14,410	15,107	19,250	4,143
Other support services	249,255	284,921	269,125	[15,796]
Transportation	244,808	244,878	364,450	119,572
Transfers out	2,355,416	2,020,126	2,065,026	44,900
Adjustments to comply with legal max	-	-	[261,151]	[261,151]
Total Expenditures	<u>7,028,918</u>	<u>6,808,942</u>	<u>\$ 6,808,942</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	2,976	[2,356]		
Unencumbered Cash, Beginning	583	4,262		
Prior year cancelled encumbrances	<u>703</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 4,262</u>	<u>\$ 1,906</u>		

See independent auditor's report on the financial statements.



UNIFIED SCHOOL DISTRICT NO. 415  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year			Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 1,810,147	\$ 1,789,861	\$ 1,901,925	\$ [112,064]
Delinquent taxes	21,668	38,205	20,524	17,681
Motor vehicle tax	136,702	117,836	143,238	[25,402]
Recreational vehicle tax	2,915	2,558	2,595	[37]
Commercial vehicle tax	11,130	10,335	10,545	[210]
Revenue in lieu of taxes	487	511	-	511
State aid	-	147,494	147,494	-
Transfer in	195,413	-	-	-
Total Receipts	<u>2,178,462</u>	<u>2,106,800</u>	<u>\$ 2,226,321</u>	<u>\$ [119,521]</u>
Expenditures				
Operations and maintenance	840,713	862,919	\$ 904,350	\$ 41,431
Transfers out	<u>1,303,098</u>	<u>1,280,892</u>	<u>1,239,461</u>	<u>[41,431]</u>
Total Expenditures	<u>2,143,811</u>	<u>2,143,811</u>	<u>\$ 2,143,811</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	34,651	[37,011]		
Unencumbered Cash, Beginning	66,928	101,967		
Prior year cancelled encumbrances	<u>388</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 101,967</u>	<u>\$ 64,956</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
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 Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 759,000	\$ 774,232	\$ 792,000	\$ [17,768]
Total Receipts	<u>759,000</u>	<u>774,232</u>	<u>\$ 792,000</u>	<u>\$ [17,768]</u>
Expenditures				
Instruction	<u>746,834</u>	<u>769,268</u>	<u>\$ 812,660</u>	<u>\$ 43,392</u>
Total Expenditures	<u>746,834</u>	<u>769,268</u>	<u>\$ 812,660</u>	<u>\$ 43,392</u>
Receipts Over [Under] Expenditures	12,166	4,964		
Unencumbered Cash, Beginning	<u>98,295</u>	<u>110,461</u>		
Unencumbered Cash, Ending	<u>\$ 110,461</u>	<u>\$ 115,425</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Capital Outlay Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

		Current Year		Variance
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Over [Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	\$ 564,699	\$ 611,928	\$ 601,081	\$ 10,847
Delinquent taxes	5,126	9,152	6,421	2,731
Motor vehicle tax	30,075	37,325	45,377	[8,052]
Recreational vehicle tax	657	809	822	[13]
Commercial vehicle tax	3,359	3,238	3,340	[102]
Miscellaneous	40,386	-	-	-
Revenue in lieu of taxes	153	177	-	177
Transfer in	416,427	135,896	25,536	110,360
Total Receipts	<u>1,060,882</u>	<u>798,525</u>	<u>\$ 682,577</u>	<u>\$ 115,948</u>
Expenditures				
Property and equipment - instruction	194,968	147,687	\$ 400,000	\$ 252,313
Property and equipment - student support services	829	-	10,000	10,000
Property and equipment - instructional support staff	-	-	10,000	10,000
Property and equipment - other support services	-	-	10,000	10,000
Property and equipment - school administration	729	-	10,000	10,000
Property and equipment - general administration	2,540	2,839	10,000	7,161
Property and equipment - transportation	17,555	184,142	-	[184,142]
Operations and maintenance	167,375	257,895	237,040	[20,855]
Site improvement services	71,021	96,413	250,000	153,587
Architectural and engineering services	30	-	50,000	50,000
Building repair and remodeling	356,414	213,191	750,000	536,809
Total Expenditures	<u>811,461</u>	<u>902,167</u>	<u>\$ 1,737,040</u>	<u>\$ 834,873</u>
Receipts Over [Under] Expenditures	249,421	[103,642]		
Prior year cancelled encumbrances	-	3,400		
Unencumbered Cash, Beginning	<u>1,521,778</u>	<u>1,771,199</u>		
Unencumbered Cash, Ending	<u>\$ 1,771,199</u>	<u>\$ 1,670,957</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Driver Training Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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				
Charges for services	\$ 4,830	\$ 4,600	\$ 6,930	\$ [2,330]
Miscellaneous revenue	<u>1,224</u>	<u>2,688</u>	<u>-</u>	<u>2,688</u>
Total Receipts	<u>6,054</u>	<u>7,288</u>	<u>\$ 6,930</u>	<u>\$ 358</u>
Expenditures				
Instruction	4,392	4,435	\$ 10,375	\$ 5,940
Operation and maintenance	<u>288</u>	<u>266</u>	<u>425</u>	<u>159</u>
Total Expenditures	<u>4,680</u>	<u>4,701</u>	<u>\$ 10,800</u>	<u>\$ 6,099</u>
Receipts Over [Under] Expenditures	1,374	2,587		
Unencumbered Cash, Beginning	<u>8,664</u>	<u>10,038</u>		
Unencumbered Cash, Ending	<u>\$ 10,038</u>	<u>\$ 12,625</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Food Service Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Federal aid	\$ 327,109	\$ 351,111	\$ 311,919	\$ 39,192
State aid	5,469	5,702	4,670	1,032
Charges for services	189,111	209,253	202,442	6,811
Miscellaneous	5	-	-	-
Transfers in	<u>29,000</u>	<u>40,000</u>	<u>59,000</u>	<u>[19,000]</u>
Total Receipts	<u>550,694</u>	<u>606,066</u>	<u>\$ 578,031</u>	<u>\$ 28,035</u>
Expenditures				
Food service operation	<u>548,840</u>	<u>604,665</u>	<u>\$ 605,125</u>	<u>\$ 460</u>
Total Expenditures	<u>548,840</u>	<u>604,665</u>	<u>\$ 605,125</u>	<u>\$ 460</u>
Receipts Over [Under] Expenditures	1,854	1,401		
Prior year cancelled encumbrances	-	41		
Unencumbered Cash, Beginning	<u>140,769</u>	<u>142,623</u>		
Unencumbered Cash, Ending	<u>\$ 142,623</u>	<u>\$ 144,065</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Professional Development Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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	\$ 25,135	\$ 36,550	\$ 4,000	\$ 32,550
Miscellaneous	500	-	-	-
Total Receipts	<u>25,635</u>	<u>36,550</u>	<u>\$ 4,000</u>	<u>\$ 32,550</u>
Expenditures				
Instructional support services	<u>25,635</u>	<u>38,139</u>	<u>\$ 47,630</u>	<u>\$ 9,491</u>
Total Expenditures	<u>25,635</u>	<u>38,139</u>	<u>\$ 47,630</u>	<u>\$ 9,491</u>
Receipts Over [Under] Expenditures	-	[1,589]		
Prior year cancelled encumbrances	-	1,589		
Unencumbered Cash, Beginning	<u>60,000</u>	<u>60,000</u>		
Unencumbered Cash, Ending	<u>\$ 60,000</u>	<u>\$ 60,000</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Virtual Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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				
Transfers in	\$ -	\$ 7,200	\$ 25,000	\$ [17,800]
Total Receipts	-	7,200	25,000	[17,800]
Expenditures				
Instruction	-	7,147	\$ 20,260	\$ 13,113
Total Expenditures	-	7,147	20,260	13,113
Receipts Over [Under] Expenditures	-	53		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 53		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Special Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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				
Transfers in	\$ 1,485,915	\$ 1,584,764	\$ 1,494,497	\$ 90,267
Total Receipts	<u>1,485,915</u>	<u>1,584,764</u>	<u>\$ 1,494,497</u>	<u>\$ 90,267</u>
Expenditures				
Instruction	1,473,465	1,422,107	\$ 1,551,951	\$ 129,844
Operations and maintenance	19	294	-	[294]
Total Expenditures	<u>1,473,484</u>	<u>1,422,401</u>	<u>\$ 1,551,951</u>	<u>\$ 129,550</u>
Receipts Over [Under] Expenditures	12,431	162,363		
Unencumbered Cash, Beginning	<u>452,613</u>	<u>465,044</u>		
Unencumbered Cash, Ending	<u>\$ 465,044</u>	<u>\$ 627,407</u>		

See independent auditor's report on the financial statements.



UNIFIED SCHOOL DISTRICT NO. 415  
Vocational Education Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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	\$ 43,644	\$ 45,161	\$ 47,000	\$ [1,839]
State aid	9,761	8,627	9,672	[1,045]
Transfers in	<u>254,000</u>	<u>245,000</u>	<u>270,000</u>	<u>[25,000]</u>
Total Receipts	<u>307,405</u>	<u>298,788</u>	<u>\$ 326,672</u>	<u>\$ [27,884]</u>
Expenditures				
Instruction	271,541	258,947	\$ 312,090	\$ 53,143
Instructional support services	5,322	5,370	5,400	30
Transportation	15,812	14,150	16,310	2,160
Support services	<u>2,182</u>	<u>2,258</u>	<u>2,200</u>	<u>[58]</u>
Total Expenditures	<u>294,857</u>	<u>280,725</u>	<u>\$ 336,000</u>	<u>\$ 55,275</u>
Receipts Over [Under] Expenditures	12,548	18,063		
Unencumbered Cash, Beginning	<u>57,965</u>	<u>70,513</u>		
Unencumbered Cash, Ending	<u>\$ 70,513</u>	<u>\$ 88,576</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
KPERs Special Retirement Contribution Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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	\$ 432,624	\$ 407,376	\$ 619,454	\$ [212,078]
Total Receipts	<u>432,624</u>	<u>407,376</u>	<u>\$ 619,454</u>	<u>\$ [212,078]</u>
Expenditures				
Instruction	267,601	253,527	\$ 388,788	\$ 135,261
Student support services	18,006	18,685	26,055	7,370
Instructional support services	17,671	11,915	18,034	6,119
General administration	16,487	13,769	19,865	6,096
School administration	42,218	40,265	57,228	16,963
Other supplemental services	17,406	18,846	27,511	8,665
Operations and maintenance	32,370	29,164	43,590	14,426
Student transportation services	9,143	9,568	20,586	11,018
Food service	11,722	11,637	17,797	6,160
Total Expenditures	<u>432,624</u>	<u>407,376</u>	<u>\$ 619,454</u>	<u>\$ 212,078</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. 415  
Gifts and Grants Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Prior Year	Current Year		Variance Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Contributions and donations	\$ 85,970	\$ 2,244,539	\$ 100,000	\$ 2,144,539
Investment income	159	149	-	149
Federal aid	650	1,200	-	1,200
Miscellaneous	-	-	175	[175]
Total Receipts	<u>86,779</u>	<u>2,245,888</u>	<u>\$ 100,175</u>	<u>\$ 2,145,713</u>
Expenditures				
Instruction	55,876	2,222,301	\$ 129,100	\$ [2,093,201]
Student support services	7,775	6,103	10,000	3,897
Instructional support services	350	446	750	304
Food service operation	-	96	-	[96]
Operations and maintenance	11,526	1,634	20,750	19,116
Transportation	<u>3,241</u>	<u>3,015</u>	<u>4,150</u>	<u>1,135</u>
Total Expenditures	<u>78,768</u>	<u>2,233,595</u>	<u>\$ 164,750</u>	<u>\$ [2,068,845]</u>
Receipts Over [Under] Expenditures	8,011	12,293		
Prior year cancelled encumbrances	40	-		
Unencumbered Cash, Beginning	<u>88,590</u>	<u>96,641</u>		
Unencumbered Cash, Ending	<u>\$ 96,641</u>	<u>\$ 108,934</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Textbook Rental Fund \*  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Years Ended June 30, 2017 and 2016

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for services	\$ 15,142	\$ 15,704
Transfers in	<u>11,000</u>	<u>70,000</u>
Total Receipts	<u>26,142</u>	<u>85,704</u>
Expenditures		
Instruction	<u>16,924</u>	<u>85,551</u>
Total Expenditures	<u>16,924</u>	<u>85,551</u>
Receipts Over [Under] Expenditures	9,218	153
Unencumbered Cash, Beginning	<u>90,569</u>	<u>99,787</u>
Unencumbered Cash, Ending	<u>\$ 99,787</u>	<u>\$ 99,940</u>

\* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 415  
Federal Funds  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017

	Teacher Quality	Title I	Rural Education	Actual	Budget	Variance Over [Under]
Receipts						
Federal aid	\$ 62,132	\$ 218,729	\$ 24,471	\$ 305,332	\$ 362,096	\$ [56,764]
Total Receipts	<u>62,132</u>	<u>218,729</u>	<u>24,471</u>	<u>305,332</u>	<u>\$ 362,096</u>	<u>\$ [56,764]</u>
Expenditures						
Instruction	42,851	218,729	24,471	286,051	\$ 322,096	\$ 36,045
Instructional support services	<u>19,281</u>	<u>-</u>	<u>-</u>	<u>19,281</u>	<u>40,000</u>	<u>20,719</u>
Total Expenditures	<u>62,132</u>	<u>218,729</u>	<u>24,471</u>	<u>305,332</u>	<u>\$ 362,096</u>	<u>\$ 56,764</u>
Receipts Over [Under] Expenditures	-	-	-	-		
Unencumbered Cash, Beginning	-	-	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Student Materials Revolving Fund \*  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Years Ended June 30, 2017 and 2016

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for services	\$ 36,715	\$ 36,323
Total Receipts	<u>36,715</u>	<u>36,323</u>
Expenditures		
Instruction	40,958	35,840
Instructional support services	<u>1,640</u>	<u>3,912</u>
Total Expenditures	<u>42,598</u>	<u>39,752</u>
Receipts Over [Under] Expenditures	[5,883]	[3,429]
Prior year cancelled encumbrances	296	729
Unencumbered Cash, Beginning	<u>22,175</u>	<u>16,588</u>
Unencumbered Cash, Ending	<u>\$ 16,588</u>	<u>\$ 13,888</u>

\* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 415  
Contingency Reserve Fund \*  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Years Ended June 30, 2017 and 2016

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfers in	\$ 50,000	\$ -
Total Receipts	<u>50,000</u>	<u>-</u>
Expenditures		
Instruction	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	50,000	-
Unencumbered Cash, Beginning	<u>550,000</u>	<u>600,000</u>
Unencumbered Cash, Ending	<u>\$ 600,000</u>	<u>\$ 600,000</u>

\* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 415  
2015 Bond Construction Fund \*  
Schedule of Receipts and Expenditures - Actual  
Regulatory Basis  
For the Years Ended June 30, 2017 and 2016

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Investment income	\$ 945	\$ 3,568
Total Receipts	<u>945</u>	<u>3,568</u>
Expenditures		
Cost of issuance	37,500	3,000
Capital outlay	<u>5,729,983</u>	<u>2,701,326</u>
Total Expenditures	<u>5,767,483</u>	<u>2,704,326</u>
Receipts Over [Under] Expenditures	[5,766,538]	[2,700,758]
Unencumbered Cash, Beginning	<u>8,744,177</u>	<u>2,977,639</u>
Unencumbered Cash, Ending	<u>\$ 2,977,639</u>	<u>\$ 276,881</u>

\* This fund is not required to be budgeted.



UNIFIED SCHOOL DISTRICT NO. 415  
Bond and Interest Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2017  
(With Comparative Actual Amounts for the 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 Revenues:				
Ad valorem taxes	\$ 1,386,524	\$ 1,208,530	\$ 1,195,651	\$ 12,879
Delinquent taxes	7,405	16,694	15,979	715
Motor vehicle tax	45,655	56,563	68,719	[12,156]
Recreational vehicle tax	978	1,299	1,245	54
Commercial vehicle tax	3,971	7,693	5,059	2,634
Revenue in lieu of taxes	<u>380</u>	<u>346</u>	<u>-</u>	<u>346</u>
Total Receipts	<u>1,444,913</u>	<u>1,291,125</u>	<u>\$ 1,286,653</u>	<u>\$ 4,472</u>
Expenditures				
Principal	555,000	1,070,000	\$ 1,070,000	\$ -
Commission and postage	-	-	100	100
Interest	<u>218,296</u>	<u>233,075</u>	<u>233,075</u>	<u>-</u>
Total Expenditures	<u>773,296</u>	<u>1,303,075</u>	<u>\$ 1,303,175</u>	<u>\$ 100</u>
Receipts Over [Under] Expenditures	671,617	[11,950]		
Unencumbered Cash, Beginning	<u>783,657</u>	<u>1,455,274</u>		
Unencumbered Cash, Ending	<u>\$ 1,455,274</u>	<u>\$ 1,443,324</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Agency Funds  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended June 30, 2017

<u>FUND</u>	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
MIDDLE SCHOOL FUNDS				
Student Council	\$ 4,589	\$ 6,741	\$ 7,307	\$ 4,023
Student Incentives & Rewards	<u>2,866</u>	<u>2,467</u>	<u>2,339</u>	<u>2,994</u>
TOTAL MIDDLE SCHOOL ACTIVITY FUNDS	<u>7,455</u>	<u>9,208</u>	<u>9,646</u>	<u>7,017</u>
HIGH SCHOOL FUNDS				
Red Hawk Bank	3,349	8,854	5,219	6,984
Art Club	225	4,072	2,824	1,473
Astronomy Club	443	4,352	3,927	868
BPA	3,011	2,785	4,433	1,363
Cheerleaders	2,869	13,475	15,366	978
Class of '17	-	2,450	2,224	226
Class of '18	235	9,742	9,392	585
Class of '19	381	1,171	370	1,182
Class of '20	-	447	364	83
Flags	63	197	109	151
Red Hawk Store	3,063	23,798	22,285	4,576
Dance Team	2,681	2,435	2,974	2,142
FFA	11,518	29,427	28,165	12,780
Forensics	3	210	210	3
Kays	936	1,642	1,553	1,025
Biology Club	257	1,067	365	959
Weightroom	350	-	-	350
Readers Club	73	36	32	77
National Honor Society	494	585	280	799
Red Hawks	597	380	364	613
Scholars Bowl	97	385	178	304
International Club	803	165	200	768
Student Council	783	13,134	13,129	788
Boys Basketball	1,731	3,914	4,183	1,462
Girls Basketball	196	2,281	1,795	682
Cross Country	489	3,333	3,361	461
Softball	1,279	2,080	2,229	1,130
Football	6,251	925	5,023	2,153
Volleyball	1,107	-	262	845
Wrestling	53	-	-	53
Powerlifting	76	-	-	76
Music/Vocal	225	578	383	420
Band	4,048	9,177	8,040	5,185
Pep Bus	857	-	-	857
Integration	<u>3,436</u>	<u>-</u>	<u>-</u>	<u>3,436</u>
TOTAL HIGH SCHOOL ACTIVITY FUNDS	<u>51,979</u>	<u>143,097</u>	<u>139,239</u>	<u>55,837</u>
TOTAL STUDENT ORGANIZATION FUNDS	<u>\$ 59,434</u>	<u>\$ 152,305</u>	<u>\$ 148,885</u>	<u>\$ 62,854</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
District Activity Funds  
Schedule of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2017

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<u>Gate Receipts:</u>							
Middle School	\$ 10,311	\$ -	\$ 12,977	\$ 12,915	\$ 10,373	\$ -	\$ 10,373
High School	38,085	-	112,493	103,627	46,951	-	46,951
Total Gate Receipts	48,396	-	125,470	116,542	57,324	-	57,324
<u>School Projects:</u>							
Hiawatha Elementary							
Pictures	8,134	-	3,825	4,875	7,084	-	7,084
Petty cash	221	-	-	21	200	-	200
Taxes	-	-	31	31	-	-	-
Total Hiawatha Elementary	8,355	-	3,856	4,927	7,284	-	7,284
Hiawatha Middle School							
School wide	1,019	-	5,264	5,211	1,072	-	1,072
School pictures	3,952	-	320	-	4,272	-	4,272
Yearbook	572	-	3,092	3,230	434	-	434
Miscellaneous	160	-	-	160	-	-	-
Dispensers	39	-	-	-	39	-	39
Sales tax	135	-	1,892	1,955	72	-	72
Total Hiawatha Middle School	5,877	-	10,568	10,556	5,889	-	5,889
High School							
All school play	3,928	-	4,187	4,190	3,925	-	3,925
Sales Tax	590	-	11,809	12,194	205	-	205
Yearbook	7,863	-	8,812	11,241	5,434	-	5,434
Miscellaneous	162	-	168	16	314	-	314
Drivers Ed	-	-	4,600	4,600	-	-	-
PSAT	60	-	300	317	43	-	43
ACT Prep Class	1,219	-	5,161	5,030	1,350	-	1,350
PLAN Test	161	-	-	-	161	-	161
Weightlifting	-	-	1,085	1,085	-	-	-
Total High School	13,983	-	36,122	38,673	11,432	-	11,432
Total School Projects	28,215	-	50,546	54,156	24,605	-	24,605
Total District Activity Funds	\$ 76,611	\$ -	\$ 176,016	\$ 170,698	\$ 81,929	\$ -	\$ 81,929

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 415  
Private Purpose Trust Funds  
Schedule 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>	Outstanding Encumbrances and Accounts <u>Payable</u>	Ending Cash <u>Balance</u>
Cox scholarship	\$ 1,024	\$ -	\$ 3	\$ -	\$ 1,027	\$ -	\$ 1,027
Crow memorial	2,469	-	7	-	2,476	-	2,476
Kidwell memorial	4,061	-	8	-	4,069	-	4,069
Elliott scholarship	780	-	2	300	482	-	482
Schilling scholarship	1,323	-	5	-	1,328	-	1,328
Ruth scholarship	194,090	-	6,431	6,500	194,021	-	194,021
Total Private Purpose Trust Funds	<u>\$ 203,747</u>	<u>\$ -</u>	<u>\$ 6,456</u>	<u>\$ 6,800</u>	<u>\$ 203,403</u>	<u>\$ -</u>	<u>\$ 203,403</u>