

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, 2017

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, 2017

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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, 2017, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 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, 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 balances of Unified School District No. 212, Almena, Kansas, 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.

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
March 19, 2018

UNIFIED SCHOOL DISTRICT NO. 212
Almena, Kansas
Summary of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Fiscal Year Ended June 30, 2017

STATEMENT 1

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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	\$ 1	0	1,802,119	1,801,611	509	0	509
Supplemental General	37,627	0	589,870	585,927	41,570	0	41,570
Special Purpose Funds:							
At Risk 4 Year Old	8,340	0	43,752	39,646	12,446	0	12,446
At Risk K-12	0	0	99,660	99,660	0	0	0
Capital Outlay	198,164	0	240,519	264,352	174,331	0	174,331
Driver Training	256	0	3,156	3,412	0	0	0
Food Service	10,312	0	152,652	144,748	18,216	0	18,216
Professional Development	0	0	6,005	4,893	1,112	0	1,112
Special Education	17,083	0	283,861	300,944	0	0	0
Vocational Education	3,339	0	81,352	71,671	13,020	0	13,020
KPERS Special Retirement Contribution	0	0	108,455	108,455	0	0	0
Contingency Reserve	163,574	0	36,426	0	200,000	0	200,000
Textbook Rental and Student Material Revolving	12,327	0	23,910	0	36,237	0	36,237
Box Tops for Education	3,470	0	805	50	4,225	0	4,225
Federal Funds	(5,035)	0	67,792	73,389	(10,632)	0	(10,632)
Gifts and Grants	3,461	0	27,458	25,243	5,676	0	5,676
District Activity Funds	4,943	0	27,676	29,129	3,490	0	3,490
Trust Funds:							
Maxine Sebelius Memorial Scholarship	14,000	0	0	0	14,000	0	14,000
Total Reporting Entity (Excluding Agency Funds)	\$ 471,862	0	3,595,468	3,553,130	514,200	0	514,200

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, 2017

STATEMENT 1

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Almena State Bank, Almena, Kansas	
Checking Account	\$ 875
NOW Accounts	60,410
First National Bank, Long Island, Kansas	
Checking Account	7,876
NOW Account	350,365
Certificates of Deposit	<u>150,000</u>
Total Cash	569,526
Agency Funds per Schedule 3	<u>(55,326)</u>
Total Reporting Entity (Excluding Agency Funds)	\$ <u>514,200</u>

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, 2017

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, 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 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, 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 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 16-212	K.S.A. 12-1663
Title I 15-212	K.S.A. 12-1663
Title II Part A 16-212	K.S.A. 12-1663
Title II Part A 15-212	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

Cash Violation. K.S.A. 10-1113 requires each fund to comply with the cash basis laws of Kansas. That is no commitments or indebtedness should be incurred unless there is available cash in the fund. The Title I and Title II Part A federal funds incurred indebtedness in excess of the available cash balance. However, K.S.A. 12-1664 allows a deficit unencumbered cash balance for federal aid funds when the deficit is expected to be eliminated in future years as grant proceeds are received.

3. Deposits and Investments

At June 30, 2017, 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, 2017.

At June 30, 2017, the District's carrying amount of deposits was \$569,526 and the bank balance was \$664,750. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$340,788 was covered by federal depository insurance, and the remaining \$323,962 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, 2017, 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 through March 31, 2016 with a 0% moratorium until June 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 16.00% and 10.91%, respectively, for the fiscal year ended June 30, 2016. The actuarially determined employer contribution rate and the statutory contribution rate was 16.03% and 10.81%, respectively, for the fiscal year ended June 30, 2017. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$108,455 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 \$2,258,478. 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 nonemployer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2016. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements. The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at www.kpers.org or can be obtained as described above.

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, 2017, 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 \$91,232 subsequent to June 30, 2017, 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, 2017.

9. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	Food Service	K.S.A. 72-6428	17,993
General	Special Education	K.S.A. 72-6428	234,898
General	At Risk K-12	K.S.A. 72-6428	49,226
General	Professional Development	K.S.A. 72-6428	2,448
General	At Risk Four Year Old	K.S.A. 72-6428	10,863
General	Vocational Education	K.S.A. 72-6428	14,066
General	Driver Training	K.S.A. 72-6428	1,772
General	KPERS Special Retirement	K.S.A. 72-6428	108,455
General	Capital Outlay	K.S.A. 72-6428	63,712
General	Textbook Rental	K.S.A. 72-6433	20,000
General	Contingency Reserve	K.S.A. 72-6433	36,426
Supplemental General	Food Service	K.S.A. 72-6433	39,357
Supplemental General	Professional Development	K.S.A. 72-6433	3,557
Supplemental General	At Risk K-12	K.S.A. 72-6433	50,434
Supplemental General	Special Education	K.S.A. 72-6433	48,913
Supplemental General	Vocational Education	K.S.A. 72-6433	10,367
Supplemental General	At Risk 4 Year Old	K.S.A. 72-6433	32,889

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, 2017. The amounts due under these agreements in future periods are as follows:

Year	Payment
2017-2018	9,444
2018-2019	6,748
2019-2020	5,400
Total	21,592

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, 2017 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	180,000	0	45,000	135,000	621
Total Long-term Debt					<u>\$ 180,000</u>	<u>0</u>	<u>45,000</u>	<u>135,000</u>	<u>621</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 93.1%.

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

	2018	2019	2020	2021	2022	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, 2017

UNIFIED SCHOOL DISTRICT NO. 212

SCHEDULE 1

Almena, Kansas

Summary of Expenditures - Actual and Budget
For the Fiscal Year Ended June 30, 2017

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	\$ 1,844,852	(84,096)	40,855	1,801,611	1,801,611	0
Supplemental General Fund	585,990	0	0	585,990	585,927	(63)
Special Purpose Funds:						
At Risk 4 Year Old	40,000	0	0	40,000	39,646	(354)
At Risk K-12	160,000	0	0	160,000	99,660	(60,340)
Capital Outlay	328,000	0	0	328,000	264,352	(63,648)
Driver Training	3,680	0	0	3,680	3,412	(268)
Food Service	168,000	0	0	168,000	144,748	(23,252)
Professional Development	7,999	0	0	7,999	4,893	(3,106)
Special Education	326,634	0	0	326,634	300,944	(25,690)
Vocational Education	72,500	0	0	72,500	71,671	(829)
KPERs Special Retirement Contribution	149,470	0	0	149,470	108,455	(41,015)
Federal Funds	56,148	0	0	56,148	73,389	*
Gifts and Grants	0	0	0	0	25,243	*

* 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 BasisFor the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Mineral Tax	\$ 0	950	(950)
State Equalization Aid	1,450,240	1,450,240	0
Special Education Aid	201,789	222,971	(21,182)
KPERS Aid	108,455	159,691	(51,236)
Interest on Idle Funds	0	11,000	(11,000)
User Charges	780	0	780
Insurance Proceeds	33,628	0	33,628
Reimbursed Expenses	<u>7,227</u>	<u>0</u>	<u>7,227</u>
Total Receipts	<u>1,802,119</u>	<u>1,844,852</u>	<u>(42,733)</u>
Expenditures:			
Instruction	796,047	895,300	(99,253)
Student Support Services	9,943	9,100	843
Instructional Support Staff	30,665	32,300	(1,635)
General Administration	180,800	174,500	6,300
School Administration	16,246	40,600	(24,354)
Operations and Maintenance	99,958	28,761	71,197
Student Transportation Services	108,093	124,600	(16,507)
Transfer to Driver Training	1,772	2,000	(228)
Transfer to Food Service	17,993	20,000	(2,007)
Transfer to Professional Development	2,448	3,000	(552)
Transfer to Vocational Education	14,066	30,000	(15,934)
Transfer to Special Education	234,898	250,000	(15,102)
Transfer to Contingency Reserve	36,426	0	36,426
Transfer to KPERS	108,455	159,691	(51,236)
Transfer to Capital Outlay	63,712	0	63,712
Transfer to Textbook Rental and Student Material Revolving	20,000	0	20,000
Transfer to At Risk 4 Year Old	10,863	15,000	(4,137)
Transfer to At Risk K-12	<u>49,226</u>	<u>60,000</u>	<u>(10,774)</u>
Adjustment to Comply with Legal Max			
Legal General Fund Budget	<u>0</u>	<u>(84,096)</u>	<u>84,096</u>
Total Legal General Fund Budget	1,801,611	1,760,756	40,855

(Continued)

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

General Fund

SCHEDULE 2

Page 2

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
(Continued)			
Adjustments for Qualifying Budget Credits:			
Insurance Proceeds	\$ 0	33,628	(33,628)
Reimbursed Expenses	<u>0</u>	<u>7,227</u>	<u>(7,227)</u>
 Total Expenditures	 <u>1,801,611</u>	 <u>1,801,611</u>	 <u>0</u>
 Receipts Over (Under) Expenditures	 508		
Unencumbered Cash, Beginning	<u>1</u>		
 Unencumbered Cash, Ending	 \$ <u>509</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, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Tax in Process	\$ 10,393	16,626	353,454
Current Tax	370,080	373,929	(363,536)
Delinquent Tax	1,329	75	1,254
Motor Vehicle Tax	33,059	39,124	(6,065)
Recreational Vehicle Tax	470	518	(48)
Commercial Vehicle Tax	2,023	1,632	391
Supplemental State Aid	<u>172,516</u>	<u>172,515</u>	<u>1</u>
Total Receipts	<u>589,870</u>	<u>604,419</u>	<u>(14,549)</u>
Expenditures:			
Instruction	51,875	0	51,875
Instructional Support Staff	18,076	1,500	16,576
General Administration	80,154	78,000	2,154
School Administration	119,909	107,000	12,909
Operations and Maintenance	130,396	134,490	(4,094)
Transfer to Food Service	39,357	40,000	(643)
Transfer to Professional Development	3,557	5,000	(1,443)
Transfer to Special Education	48,913	53,000	(4,087)
Transfer to Vocational Education	10,367	40,000	(29,633)
Transfer to At Risk K-12	50,434	100,000	(49,566)
Transfer to At Risk 4 Year Old	<u>32,889</u>	<u>27,000</u>	<u>5,889</u>
Adjustments to Comply with Legal Max:			
Legal Supplemental General Fund Budget	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>585,927</u>	<u>585,990</u>	<u>(63)</u>
Receipts Over (Under) Expenditures	3,943		
Unencumbered Cash, Beginning	<u>37,627</u>		
Unencumbered Cash, Ending	\$ <u>41,570</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 4

At Risk 4 Year Old Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer from General	\$ 10,863	15,000	(4,137)
Transfer from Supplemental General	<u>32,889</u>	<u>27,000</u>	<u>5,889</u>
Total Receipts	<u>43,752</u>	<u>42,000</u>	<u>1,752</u>
Expenditures:			
Instruction	<u>39,646</u>	<u>40,000</u>	<u>(354)</u>
Receipts Over (Under) Expenditures	4,106		
Unencumbered Cash, Beginning	<u>8,340</u>		
Unencumbered Cash, Ending	\$ <u>12,446</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

At Risk K-12 Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

SCHEDULE 2

Page 5

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer from General	\$ 49,226	60,000	(10,774)
Transfer from Supplemental General	<u>50,434</u>	<u>100,000</u>	<u>(49,566)</u>
 Total Receipts	 <u>99,660</u>	 <u>160,000</u>	 <u>(60,340)</u>
Expenditures:			
Instruction	76,786	137,000	(60,214)
School Administration	<u>22,874</u>	<u>23,000</u>	<u>(126)</u>
 Total Expenditures	 <u>99,660</u>	 <u>160,000</u>	 <u>(60,340)</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

Page 6

Capital Outlay Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Tax in Process	\$ 2,792	4,458	107,154
Current Tax	111,612	98,720	(95,928)
Delinquent Tax	352	21	331
Motor Vehicle Tax	10,885	12,820	(1,935)
Recreational Vehicle Tax	147	170	(23)
Commercial Vehicle Tax	545	534	11
State Aid	16,105	16,260	(155)
Other Revenue - Local Sources	34,369	0	34,369
Transfer from General	<u>63,712</u>	<u>0</u>	<u>63,712</u>
Total Receipts	<u>240,519</u>	<u>132,983</u>	<u>107,536</u>
Expenditures:			
Instruction	24,179	25,000	(821)
General Administration	0	0	0
Operations and Maintenance	95,432	106,000	(10,568)
Transportation	58,500	100,000	(41,500)
QZAB Lease Payment	45,621	47,000	(1,379)
Facility Acquisition and Construction	<u>40,620</u>	<u>50,000</u>	<u>(9,380)</u>
Total Expenditures	<u>264,352</u>	<u>328,000</u>	<u>(63,648)</u>
Receipts Over (Under) Expenditures	(23,833)		
Unencumbered Cash, Beginning	<u>198,164</u>		
Unencumbered Cash, Ending	\$ <u>174,331</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 7

Driver Training FundSchedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
State Aid	\$ 1,024	1,440	(416)
Other Revenue - Local Sources	360	0	360
Transfer from General	<u>1,772</u>	<u>2,000</u>	<u>(228)</u>
Total Receipts	<u>3,156</u>	<u>3,440</u>	<u>(284)</u>
Expenditures:			
Instruction	3,412	3,680	(268)
Vehicle Operations & Maintenance	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>3,412</u>	<u>3,680</u>	<u>(268)</u>
Receipts Over (Under) Expenditures	(256)		
Unencumbered Cash, Beginning	<u>256</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

Food Service FundSchedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2017

SCHEDULE 2

Page 8

	Actual	Budget	Variance Over (Under)
Receipts:			
Federal Aid	\$ 57,611	62,182	(4,571)
State Aid	1,030	930	100
Food Service	35,625	52,111	(16,486)
Interest on Idle Funds	1,036	0	1,036
Transfer from General	17,993	20,000	(2,007)
Transfer from Supplemental General	<u>39,357</u>	<u>40,000</u>	<u>(643)</u>
Total Receipts	<u>152,652</u>	<u>175,223</u>	<u>(22,571)</u>
Expenditures:			
Operations and Maintenance	936	2,000	(1,064)
Food Service Operations	<u>143,812</u>	<u>166,000</u>	<u>(22,188)</u>
Total Expenditures	<u>144,748</u>	<u>168,000</u>	<u>(23,252)</u>
Receipts Over (Under) Expenditures	7,904		
Unencumbered Cash, Beginning	<u>10,312</u>		
Unencumbered Cash, Ending	\$ <u>18,216</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, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer from General	2,448	3,000	(552)
Transfer from Supplemental General	<u>3,557</u>	<u>5,000</u>	<u>(1,443)</u>
Total Receipts	<u>6,005</u>	<u>8,000</u>	<u>(1,995)</u>
Expenditures:			
Instructional Support Staff	<u>4,893</u>	<u>7,999</u>	<u>(3,106)</u>
Receipts Over (Under) Expenditures	1,112		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>1,112</u></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, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Other Revenue - Local Sources	\$ 50	0	50
Transfer from General	234,898	250,000	(15,102)
Transfer from Supplemental General	48,913	53,000	(4,087)
Total Receipts	<u>283,861</u>	<u>303,000</u>	<u>(19,139)</u>
Expenditures:			
Instruction	299,536	318,834	(19,298)
School Administration	59	0	59
Student Transportation Services	<u>1,349</u>	<u>7,800</u>	<u>(6,451)</u>
Total Expenditures	<u>300,944</u>	<u>326,634</u>	<u>(25,690)</u>
Receipts Over (Under) Expenditures	(17,083)		
Unencumbered Cash, Beginning	<u>17,083</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 11

Vocational Education Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory BasisFor the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Miscellaneous	\$ 1,498	2,000	(502)
User Charges	921	0	921
Grants	54,500	0	54,500
Transfer from General	14,066	30,000	(15,934)
Transfer from Supplemental General	10,367	40,000	(29,633)
Total Receipts	<u>81,352</u>	<u>72,000</u>	<u>9,352</u>
Expenditures:			
Instruction	65,430	59,500	5,930
Operations and Maintenance	<u>6,241</u>	<u>13,000</u>	<u>(6,759)</u>
Total Expenditures	<u>71,671</u>	<u>72,500</u>	<u>(829)</u>
Receipts Over (Under) Expenditures	9,681		
Unencumbered Cash, Beginning	<u>3,339</u>		
Unencumbered Cash, Ending	\$ <u>13,020</u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 12

KPERS Special Retirement Contribution Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

	Actual	Budget	Variance Over (Under)
Receipts:			
Transfer from General	\$ 108,455	<u>149,470</u>	<u>(41,015)</u>
Expenditures:			
Instruction	69,410	90,000	(20,590)
Student Support	3,254	6,000	(2,746)
Instructional Support	3,254	6,000	(2,746)
General Administration	7,050	11,000	(3,950)
School Administration	11,388	16,000	(4,612)
Operations and Maintenance	8,134	11,000	(2,866)
Student Transportation Services	542	1,470	(928)
Food Service	<u>5,423</u>	<u>8,000</u>	<u>(2,577)</u>
Total Expenditures	<u>108,455</u>	<u>149,470</u>	<u>(41,015)</u>
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	<u>0</u>		
Unencumbered Cash, Ending	\$ <u><u>0</u></u>		

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

Federal Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

SCHEDULE 2

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	Title I 17-212	Title I 15-212	Title II Part A 16-212	Title II Part A 17-212	Title II Part A 15-212	Small Rural School	Total	Budget*	Variance Over (Under)
Receipts:									
Federal Aid	\$ 32,090	245	7,787	2,231	3,571	21,868	67,792	47,458	20,334
Expenditures:									
Instruction	39,813	0	3,160	4,960	0	21,869	69,802	54,148	15,654
Instructional Support Services	0	0	899	0	0	0	899	2,000	(1,101)
General Administration	0	0	0	2,688	0	0	2,688	0	2,688
Total Expenditures	39,813	0	4,059	7,648	0	21,869	73,389	56,148	17,241
Receipts Over (Under) Expenditures	(7,723)	245	3,728	(5,417)	3,571	(1)	(5,597)		
Unencumbered Cash, Beginning	0	(245)	(1,220)	0	(3,571)	1	(5,035)		
Unencumbered Cash, Ending	\$ (7,723)	0	2,508	(5,417)	0	0	(10,632)		

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

UNIFIED SCHOOL DISTRICT NO. 212

Almena, Kansas

SCHEDULE 2

Page 14

Gifts and Grants Funds

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Fiscal Year Ended June 30, 2017

	Memorials and Donations	Kansas Coordinated School Health	Library Grant	Total	Budget*	Variance Over (Under)
Receipts:						
Donations and Grants	\$ 27,458	0	0	27,458	0	27,458
Expenditures:						
Instruction	24,894	349	0	25,243	0	25,243
Receipts Over (Under) Expenditures	2,564	(349)	0	2,215		
Unencumbered Cash, Beginning	243	2,307	911	3,461		
Unencumbered Cash, Ending	\$ 2,807	1,958	911	5,676		

* 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, 2017

SCHEDULE 2

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	<u>Contingency Reserve</u>	<u>Textbook Rental and Student Material Revolving</u>	<u>Box Tops for Education</u>	<u>Maxine Sebelius Memorial Scholarship</u>
Receipts:				
Fees	\$ 0	3,910	0	0
Transfer from General	36,426	20,000	0	0
Donations	<u>0</u>	<u>0</u>	<u>805</u>	<u>0</u>
Total Receipts	<u>36,426</u>	<u>23,910</u>	<u>805</u>	<u>0</u>
Expenditures:				
Instruction	0	0	50	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>50</u>	<u>0</u>
Receipts Over (Under) Expenditures	36,426	23,910	755	0
Unencumbered Cash, Beginning	<u>163,574</u>	<u>12,327</u>	<u>3,470</u>	<u>14,000</u>
Unencumbered Cash, Ending	\$ <u>200,000</u>	<u>36,237</u>	<u>4,225</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, 2017

Fund	Beginning Cash Balance	Receipts	Disburse- ments	Ending Cash Balance
Student Organization Funds:				
Junior High:				
Service Club	\$ 3,297	13,575	11,003	5,869
Eighth Grade Class	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Junior High	<u>3,297</u>	<u>13,575</u>	<u>11,003</u>	<u>5,869</u>
High School:				
Student Council	3,542	1,458	1,483	3,517
Kayettes	1,301	3,212	3,700	813
Cheerleaders	170	0	170	0
Hi Lighters	2,735	454	508	2,681
FFA	7,054	25,185	25,153	7,086
Class of 2014	2,839	0	0	2,839
Class of 2015	1,341	0	0	1,341
Class of 2016	(13)	40	0	27
Class of 2017	6,711	0	4,931	1,780
Class of 2018	2,912	17,676	19,700	888
Class of 2019	6,945	555	233	7,267
Class of 2020	50	995	25	1,020
Yearbook	14,864	7,987	8,466	14,385
Scholars Bowl	186	0	0	186
Dance Team	1,774	7,937	6,563	3,148
Drama Club	758	256	0	1,014
Technology Club	829	0	0	829
FCCLA	66	0	0	66
Volleyball Club	290	0	0	290
Interactive Media	<u>0</u>	<u>237</u>	<u>0</u>	<u>237</u>
Total High School	<u>54,354</u>	<u>65,992</u>	<u>70,932</u>	<u>49,414</u>
Other Agency Funds:				
Sales Tax	<u>179</u>	<u>0</u>	<u>136</u>	<u>43</u>
Total Other Agency Funds	<u>179</u>	<u>0</u>	<u>136</u>	<u>43</u>
Total Agency Funds	\$ <u><u>57,830</u></u>	<u><u>79,567</u></u>	<u><u>82,071</u></u>	<u><u>55,326</u></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, 2017

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	\$ 233	0	3,840	2,816	1,257	0	1,257
Senior High School Athletics	4,668	0	23,836	26,313	2,191	0	2,191
Greenhouse	42	0	0	0	42	0	42
Total District Activity Funds	\$ <u>4,943</u>	<u>0</u>	<u>27,676</u>	<u>29,129</u>	<u>3,490</u>	<u>0</u>	<u>3,490</u>