

UNIFIED SCHOOL DISTRICT NO. 309

**FINANCIAL STATEMENT
JUNE 30, 2017**

BFR

BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

UNIFIED SCHOOL DISTRICT NO. 309
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BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS
INDEPENDENT AUDITORS' REPORT

**Board of Education
Unified School District No. 309**

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of **Unified School District No. 309**, 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 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' 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 auditors consider 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.

**Board of Education
Unified School District No. 309**

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 of the financial statement, the financial statement is prepared by **Unified School District No. 309**, 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 Accounting Principles Generally Accepted in the United States of America

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. 309**, as of **June 30, 2017**, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Unified School District No. 309**, 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, individual fund schedules of regulatory basis receipts and expenditures-actual, schedule of regulatory basis cash receipts and expenditures-capital projects, agency funds schedules of regulatory basis cash receipts and disbursements and district activity funds schedules of regulatory basis cash receipts, expenditures and unencumbered cash (Regulatory-Required Supplementary Information 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*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles and Audit Requirements for Federal Awards*, and is not a required part of the financial statement.

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.

**Board of Education
Unified School District No. 309**

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 financial statement as a whole, on the basis of accounting described in Note 1.

The 2016 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual (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 5, 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 statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2016 basic financial statement 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 stated in all material respects in relation to the 2016 basic financial statement as a whole, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 2, 2017, on our consideration of **Unified School District No. 309's**, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering **Unified School District No. 309's** internal control over financial reporting and compliance.

Busby Ford & Reimer, LLC

Busby Ford & Reimer, LLC
November 2, 2017

UNIFIED SCHOOL DISTRICT NO. 309
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 0	\$ 0	\$ 8,585,639	\$ 8,585,639	\$ 0	\$ 63,392	\$ 63,392
Special Purpose Funds							
Supplemental General	63,805	0	2,786,007	2,782,536	67,276	56,415	123,691
At Risk (4 Year Old)	29,460	0	70,000	67,884	31,576	0	31,576
At Risk (K-12)	210,814	0	1,225,000	1,232,082	203,732	0	203,732
Bilingual Education	30,724	0	30,000	29,821	30,903	0	30,903
Virtual Education	2,786	0	10,000	2,591	10,195	0	10,195
Capital Outlay	1,490,992	0	690,049	754,318	1,426,723	118,530	1,545,253
Driver Training	44,933	0	11,623	12,911	43,645	0	43,645
Food Service	146,934	0	696,946	722,372	121,508	1,821	123,329
Professional Development	61,045	0	30,000	34,005	57,040	0	57,040
Parent Education	10,923	0	10,000	8,157	12,766	0	12,766
Special Education	723,943	0	1,675,922	1,673,503	726,362	0	726,362
Vocational Education	138,488	0	307,431	305,533	140,386	324	140,710
KPERS Contribution	0	0	543,696	543,696	0	0	0
Federal Funds	0	0	318,057	318,057	0	0	0
Gifts and Grants	16,536	0	125,626	141,008	1,154	0	1,154
Contingency Reserve	500,000	0	0	0	500,000	0	500,000
Textbook and Student Material							
Revolving	162,467	0	108,753	65,440	205,780	15,678	221,458
District Activity Funds	43,300	0	165,606	166,799	42,107	0	42,107
Debt Service Fund	456,597	0	493,536	505,350	444,783	0	444,783
	<u>\$ 4,133,747</u>	<u>\$ 0</u>	<u>\$ 17,883,891</u>	<u>\$ 17,951,702</u>	<u>\$ 4,065,936</u>	<u>\$ 256,160</u>	<u>\$ 4,322,096</u>

Composition of Cash:

Checking Accounts	\$ 4,078,609
Certificate of Deposit	300,000
	<u>4,378,609</u>
Agency Funds	(56,513)
	<u>\$ 4,322,096</u>

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

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2017

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Unified School District No. 309 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Nickerson and South Hutchinson, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

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

Special Purpose Funds-To account for the proceeds of specific receipts (other than major capital projects) that are restricted by law or administrative action to expenditure for specific purposes.

Debt Service Fund- To account for the accumulation of resources for and the payment of, interest and principal on general long-term debt.

Agency Funds-To account for resources held in a trustee or agency capacity for others which therefore cannot be used to support the government's own programs.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

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

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2017

Budget and Tax Cycle

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and debt service 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. There were no amendments 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 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 modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

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

Federal Funds
Contingency Reserve Fund
District Activity Funds

Gifts and Grants Fund
Textbook and Student Material Revolving Fund

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 \$650,663 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.

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2017

Note 3 - 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 S 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 at 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 provided 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 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 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 \$543,696 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 \$10,023,992. 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.

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2017

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 publicly available on the website at www.kpers.org or can be obtained as described above.

Note 4 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

	Transfer to:												
	At Risk (4 Year Old)	At Risk (K-12)	Bilingual Education	Virtual Education	Capital Outlay	Food Service	Professional Development	Parent Education	Special Education	Vocational Education	KPERS	Textbook Rental	Total
Transfer from:													
General Fund	\$ 0	\$ 800,000	\$ 0	\$ 10,000	\$ 100,000	\$ 10,000	\$ 20,000	\$ 5,000	\$ 1,168,745	\$ 0	\$ 543,696	\$ 56,500	\$ 2,713,941
Supplemental	70,000	425,000	30,000	0	0	0	10,000	5,000	475,000	292,000	0	0	1,307,000
General Fund	<u>\$ 70,000</u>	<u>\$ 1,225,000</u>	<u>\$ 30,000</u>	<u>\$ 10,000</u>	<u>\$ 100,000</u>	<u>\$ 10,000</u>	<u>\$ 30,000</u>	<u>\$ 10,000</u>	<u>\$ 1,643,745</u>	<u>\$ 292,000</u>	<u>\$ 543,696</u>	<u>\$ 56,500</u>	<u>\$ 4,020,941</u>

Note 5 - 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.

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 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%. All deposits were legally secured at June 30, 2017.

At June 30, 2017, the District's carrying amount of deposits was \$4,378,609 and the bank balance was \$4,266,236. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and the remaining \$3,766,236 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2017

Note 6 - Compensated Absences:

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Note 7 - Postemployment 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 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 these financial statements.

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

Note 8 - Reimbursed Expenses:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

Note 9 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

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. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not materially exceeded commercial insurance coverage in any of the past three years.

Note 10 - Statutory Violation:

Expenditures in the Bond & Interest Fund exceeded the amount budgeted by \$3,000, which is a violation of K.S.A. 79-2935.

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2017

Note 11 - Long-Term Debt:

Principal payments are due annually for general obligation bonds on September 1. Interest payments are due semi-annually on March 1 and September 1.

Terms for long-term liabilities for the District for the year ended June 30, 2017, were as follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
General Obligation Bonds 2015 Series	2.00 - 3.00	7/30/15	\$ 1,745,000	9/1/19

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

<u>Issue</u>	<u>Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds 2015 Series	\$ 1,745,000	\$ 0	\$ 460,000	\$ 1,285,000	\$ 42,350
	<u>\$ 1,745,000</u>	<u>\$ 0</u>	<u>\$ 460,000</u>	<u>\$ 1,285,000</u>	<u>\$ 42,350</u>

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

	<u>Principal</u>	<u>Interest</u>	<u>Total Principal and Interest</u>
2018	\$ 480,000	\$ 28,250	\$ 508,250
2019	495,000	13,625	508,625
2020	310,000	3,100	313,100
	<u>\$ 1,285,000</u>	<u>\$ 44,975</u>	<u>\$ 1,329,975</u>

Note 12 - Subsequent Events:

The District has evaluated subsequent events through November 2, 2017, the date which the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

UNIFIED SCHOOL DISTRICT NO. 309
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	\$ 8,853,534	\$ (271,593)	\$ 3,698	\$ 8,585,639	\$ 8,585,639	\$ 0
Special Purpose Funds						
Supplemental General	2,769,732	0	12,804	2,782,536	2,782,536	0
At Risk (4 Year Old)	70,800	0	0	70,800	67,884	(2,916)
At Risk (K-12)	1,281,500	0	0	1,281,500	1,232,082	(49,418)
Bilingual Education	40,050	0	0	40,050	29,821	(10,229)
Virtual Education	9,000	0	0	9,000	2,591	(6,409)
Capital Outlay	1,105,000	0	0	1,105,000	754,318	(350,682)
Driver Training	14,550	0	0	14,550	12,911	(1,639)
Food Service	764,550	0	0	764,550	722,372	(42,178)
Professional Development	37,105	0	0	37,105	34,005	(3,100)
Parent Education	9,000	0	0	9,000	8,157	(843)
Special Education	1,877,492	0	0	1,877,492	1,673,503	(203,989)
Vocational Education	307,000	0	0	307,000	305,533	(1,467)
KPERS Contribution	779,914	0	0	779,914	543,696	(236,218)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	318,057	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	141,008	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Textbook and Student Material						
Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	65,440	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	166,799	XXXXXXXXXX
Debt Service Fund	502,350	0	0	502,350	505,350	3,000
	<u>\$ 18,421,577</u>	<u>\$ (271,593)</u>	<u>\$ 16,502</u>	<u>\$ 18,166,486</u>	<u>\$ 17,951,702</u>	<u>\$ (906,088)</u>

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 37,237	\$ 45,156	\$ 36,500	\$ 8,656
State Sources	<u>9,767,143</u>	<u>8,540,483</u>	<u>8,817,034</u>	<u>(276,551)</u>
	<u>9,804,380</u>	<u>8,585,639</u>	<u>\$ 8,853,534</u>	<u>\$ (267,895)</u>
Expenditures				
Instruction	3,102,257	2,965,242	\$ 3,089,000	\$ (123,758)
Student Support Services	238,879	244,350	247,000	(2,650)
Instructional Support Staff	266,493	203,145	269,000	(65,855)
General Administration	266,666	302,397	279,000	23,397
School Administration	579,216	599,093	604,500	(5,407)
Operations & Maintenance	875,299	88,025	88,100	(75)
Student Transportation Services	446,945	944,480	908,100	36,380
Other Supplemental Services	84,235	524,966	483,307	41,659
Transfers	3,944,390	2,713,941	2,885,527	(171,586)
Adjustment to Comply with Legal Max		0	(271,593)	271,593
Adjustment for Qualifying Budget Credits	<u>0</u>	<u>0</u>	<u>3,698</u>	<u>(3,698)</u>
	<u>9,804,380</u>	<u>8,585,639</u>	<u>\$ 8,585,639</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Supplemental General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,435,163	\$ 1,343,046	\$ 1,262,936	\$ 80,110
County Sources	208,858	176,363	176,393	(30)
State Sources	0	1,266,598	1,266,598	0
Transfers	1,203,647	0	0	0
	<u>2,847,668</u>	<u>2,786,007</u>	<u>\$ 2,705,927</u>	<u>\$ 80,080</u>
Expenditures				
Instruction	617,883	559,017	\$ 603,500	\$ (44,483)
Student Support Services	50,651	57,025	53,350	3,675
Instructional Support Staff	136,585	134,829	153,050	(18,221)
General Administration	17,249	25,182	37,105	(11,923)
School Administration	0	229,470	196,727	32,743
Operations & Maintenance	317,171	364,502	368,000	(3,498)
Student Transportation Services	267,916	81,960	90,000	(8,040)
Food Service Operation	2,382	4,116	0	4,116
Other Supplemental Services	187,029	9,595	3,000	6,595
Architectural & Engineering Service	23,090	9,840	0	9,840
Transfers	1,165,000	1,307,000	1,265,000	42,000
Adjustment for Qualifying Budget Credits	0	0	12,804	(12,804)
	<u>2,784,956</u>	<u>2,782,536</u>	<u>\$ 2,782,536</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	62,712	3,471		
Unencumbered Cash, Beginning	1,093	63,805		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 63,805</u>	<u>\$ 67,276</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>At Risk Fund (4 Year Old)</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	<u>\$ 65,000</u>	<u>\$ 70,000</u>	<u>\$ 71,000</u>	<u>\$ (1,000)</u>
	<u>65,000</u>	<u>70,000</u>	<u>\$ 71,000</u>	<u>\$ (1,000)</u>
Expenditures				
Instruction	<u>67,979</u>	<u>67,884</u>	<u>\$ 70,800</u>	<u>\$ (2,916)</u>
	<u>67,979</u>	<u>67,884</u>	<u>\$ 70,800</u>	<u>\$ (2,916)</u>
Receipts Over (Under) Expenditures	(2,979)	2,116		
Unencumbered Cash, Beginning	32,439	29,460		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 29,460</u>	<u>\$ 31,576</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>At Risk Fund (K-12)</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	<u>\$ 1,255,000</u>	<u>\$ 1,225,000</u>	<u>\$ 1,225,000</u>	<u>\$ 0</u>
	<u>1,255,000</u>	<u>1,225,000</u>	<u>\$ 1,225,000</u>	<u>\$ 0</u>
Expenditures				
Instruction	<u>1,257,981</u>	<u>1,232,082</u>	<u>\$ 1,281,500</u>	<u>\$ (49,418)</u>
	<u>1,257,981</u>	<u>1,232,082</u>	<u>\$ 1,281,500</u>	<u>\$ (49,418)</u>
Receipts Over (Under) Expenditures	(2,981)	(7,082)		
Unencumbered Cash, Beginning	213,795	210,814		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 210,814</u>	<u>\$ 203,732</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Bilingual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 2,132	\$ 0	\$ 3,500	\$ (3,500)
Transfers	<u>30,000</u>	<u>30,000</u>	<u>35,000</u>	<u>(5,000)</u>
	<u>32,132</u>	<u>30,000</u>	<u>\$ 38,500</u>	<u>\$ (8,500)</u>
Expenditures				
Instruction	<u>33,023</u>	<u>29,821</u>	<u>\$ 40,050</u>	<u>\$ (10,229)</u>
	<u>33,023</u>	<u>29,821</u>	<u>\$ 40,050</u>	<u>\$ (10,229)</u>
Receipts Over (Under) Expenditures	(891)	179		
Unencumbered Cash, Beginning	31,615	30,724		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 30,724</u>	<u>\$ 30,903</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Virtual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 5,000	\$ 10,000	\$ 10,000	\$ 0
	<u>5,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Expenditures				
Instruction	2,214	2,591	\$ 9,000	\$ (6,409)
	<u>2,214</u>	<u>2,591</u>	<u>9,000</u>	<u>(6,409)</u>
Receipts Over (Under) Expenditures	2,786	7,409		
Unencumbered Cash, Beginning	0	2,786		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 2,786</u>	<u>\$ 10,195</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Capital Outlay Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 296,597	\$ 419,671	\$ 424,680	\$ (5,009)
County Sources	28,042	41,855	39,429	2,426
State Sources	0	128,523	130,280	(1,757)
Transfers	87,135	100,000	0	100,000
	<u>411,774</u>	<u>690,049</u>	<u>\$ 594,389</u>	<u>\$ 95,660</u>
Expenditures				
Instruction	84,358	91,688	\$ 150,000	\$ (58,312)
Instruction Support Staff	0	0	5,000	(5,000)
General Administration	0	1,656	15,000	(13,344)
School Administration	0	381,532	5,000	376,532
Operations & Maintenance	7,667	0	25,000	(25,000)
Student Transportation Services	1,215	0	5,000	(5,000)
Food Service Operation	6,595	0	0	0
Facility Acquisition & Construction Services	<u>503,872</u>	<u>279,442</u>	<u>900,000</u>	<u>(620,558)</u>
	<u>603,707</u>	<u>754,318</u>	<u>\$ 1,105,000</u>	<u>\$ (350,682)</u>
Receipts Over (Under) Expenditures	(191,933)	(64,269)		
Unencumbered Cash, Beginning	1,682,925	1,490,992		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,490,992</u>	<u>\$ 1,426,723</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Driver Training Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 8,760	\$ 5,991	\$ 8,000	\$ (2,009)
State Sources	<u>3,332</u>	<u>5,632</u>	<u>4,050</u>	<u>1,582</u>
	<u>12,092</u>	<u>11,623</u>	<u>\$ 12,050</u>	<u>\$ (427)</u>
Expenditures				
Instruction	11,874	12,911	\$ 13,550	\$ (639)
Vehicle Operations, Maintenance	<u>0</u>	<u>0</u>	<u>1,000</u>	<u>(1,000)</u>
	<u>11,874</u>	<u>12,911</u>	<u>\$ 14,550</u>	<u>\$ (1,639)</u>
Receipts Over (Under) Expenditures	218	(1,288)		
Unencumbered Cash, Beginning	44,715	44,933		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 44,933</u>	<u>\$ 43,645</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Food Service Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 250,666	\$ 230,108	\$ 243,150	\$ (13,042)
State Sources	5,802	6,748	6,080	668
Federal Sources	437,762	450,090	444,850	5,240
Transfers	0	10,000	20,000	(10,000)
	<u>694,230</u>	<u>696,946</u>	<u>\$ 714,080</u>	<u>\$ (17,134)</u>
Expenditures				
School Administration	39,327	39,286	\$ 0	\$ 39,286
Operations & Maintenance	7,795	8,324	16,050	(7,726)
Food Service Operations	<u>631,217</u>	<u>674,762</u>	<u>748,500</u>	<u>(73,738)</u>
	<u>678,339</u>	<u>722,372</u>	<u>\$ 764,550</u>	<u>\$ (42,178)</u>
Receipts Over (Under) Expenditures	15,891	(25,426)		
Unencumbered Cash, Beginning	131,043	146,934		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 146,934</u>	<u>\$ 121,508</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Professional Development Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	\$ 20,000	\$ 30,000	\$ 30,000	\$ 0
	<u>20,000</u>	<u>30,000</u>	<u>\$ 30,000</u>	<u>\$ 0</u>
Expenditures				
Instructional Support Staff	5,425	0	\$ 10,105	\$ (10,105)
Other Supplemental Services	<u>20,001</u>	<u>34,005</u>	<u>27,000</u>	<u>7,005</u>
	<u>25,426</u>	<u>34,005</u>	<u>\$ 37,105</u>	<u>\$ (3,100)</u>
Receipts Over (Under) Expenditures	(5,426)	(4,005)		
Unencumbered Cash, Beginning	66,471	61,045		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 61,045</u>	<u>\$ 57,040</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Parent Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers	\$ 5,000	\$ 10,000	\$ 10,000	\$ 0
	<u>5,000</u>	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Expenditures				
Student Support Services	8,157	8,157	\$ 9,000	\$ (843)
	<u>8,157</u>	<u>8,157</u>	<u>9,000</u>	<u>(843)</u>
Receipts Over (Under) Expenditures	(3,157)	1,843		
Unencumbered Cash, Beginning	14,080	10,923		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 10,923</u>	<u>\$ 12,766</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Special Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 0	\$ 32,177	\$ 35,000	\$ (2,823)
Transfers	<u>1,558,729</u>	<u>1,643,745</u>	<u>1,699,613</u>	<u>(55,868)</u>
	<u>1,558,729</u>	<u>1,675,922</u>	<u>\$ 1,734,613</u>	<u>\$ (58,691)</u>
Expenditures				
Instruction	1,530,607	1,536,615	\$ 1,549,892	\$ (13,277)
Student Transportation Services	147,397	132,966	327,600	(194,634)
Other Supplemental Services	<u>1,387</u>	<u>3,922</u>	<u>0</u>	<u>3,922</u>
	<u>1,679,391</u>	<u>1,673,503</u>	<u>\$ 1,877,492</u>	<u>\$ (203,989)</u>
Receipts Over (Under) Expenditures	(120,662)	2,419		
Unencumbered Cash, Beginning	844,605	723,943		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 723,943</u>	<u>\$ 726,362</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Vocational Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 9,270	\$ 11,246	\$ 12,000	\$ (754)
State Sources	4,318	4,185	5,003	(818)
Transfers	<u>270,279</u>	<u>292,000</u>	<u>270,000</u>	<u>22,000</u>
	<u>283,867</u>	<u>307,431</u>	<u>\$ 287,003</u>	<u>\$ 20,428</u>
Expenditures				
Instruction	288,839	303,602	\$ 307,000	\$ (3,398)
Operations & Maintenance	<u>0</u>	<u>1,931</u>	<u>0</u>	<u>1,931</u>
	<u>288,839</u>	<u>305,533</u>	<u>\$ 307,000</u>	<u>\$ (1,467)</u>
Receipts Over (Under) Expenditures	(4,972)	1,898		
Unencumbered Cash, Beginning	143,460	138,488		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 138,488</u>	<u>\$ 140,386</u>		

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>KPERS Contribution Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 553,600	\$ 543,696	\$ 779,914	\$ (236,218)
	<u>553,600</u>	<u>543,696</u>	<u>\$ 779,914</u>	<u>\$ (236,218)</u>
Expenditures				
Instruction	332,160	326,218	\$ 450,000	\$ (123,782)
Student Support Services	27,680	27,185	45,000	(17,815)
Instructional Support Staff	27,680	27,185	45,000	(17,815)
General Administration	27,680	27,185	40,000	(12,815)
School Administration	44,288	43,495	60,000	(16,505)
Other Supplemental Services	16,608	16,311	30,000	(13,689)
Operations & Maintenance	44,288	43,495	60,000	(16,505)
Student Transportation Services	16,608	16,311	29,914	(13,603)
Food Service	16,608	16,311	20,000	(3,689)
	<u>553,600</u>	<u>543,696</u>	<u>\$ 779,914</u>	<u>\$ (236,218)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

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SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Bond and Interest Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 310,357	\$ 273,936	\$ 266,303	\$ 7,633
County Sources	49,557	53,824	47,472	6,352
State Sources	<u>168,569</u>	<u>165,776</u>	<u>165,776</u>	<u>0</u>
	<u>528,483</u>	<u>493,536</u>	<u>\$ 479,551</u>	<u>\$ 13,985</u>
Expenditures				
Debt Service	<u>534,275</u>	<u>505,350</u>	<u>\$ 502,350</u>	<u>\$ 3,000</u>
	<u>534,275</u>	<u>505,350</u>	<u>\$ 502,350</u>	<u>\$ 3,000</u>
Receipts Over (Under) Expenditures	(5,792)	(11,814)		
Unencumbered Cash, Beginning	462,389	456,597		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 456,597</u>	<u>\$ 444,783</u>		

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SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

<u>Federal Funds</u>			
		Prior Year	Current Year
		<u>Actual</u>	<u>Actual</u>
Cash Receipts			
Federal Sources		\$ 279,647	\$ 318,057
		<u>279,647</u>	<u>318,057</u>
Expenditures			
Instruction		<u>279,647</u>	<u>318,057</u>
		<u>279,647</u>	<u>318,057</u>
Receipts Over (Under) Expenditures		0	0
Unencumbered Cash, Beginning		0	0
Prior Year Canceled Encumbrances		<u>0</u>	<u>0</u>
Unencumbered Cash, Ending		<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

Gifts and Grants Fund

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Local Sources	\$ 67,780	\$ 68,815
Federal Sources	<u>14,285</u>	<u>56,811</u>
	<u>82,065</u>	<u>125,626</u>
 Expenditures		
Instruction	52,397	114,966
Student Support Services	0	7,989
Instructional Support Services	0	18,053
Food Service Operation	<u>14,285</u>	<u>0</u>
	<u>66,682</u>	<u>141,008</u>
 Receipts Over (Under) Expenditures	15,383	(15,382)
 Unencumbered Cash, Beginning	1,153	16,536
 Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
 Unencumbered Cash, Ending	<u><u>\$ 16,536</u></u>	<u><u>\$ 1,154</u></u>

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

Contingency Reserve Fund

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfers	\$ 6,000	\$ 0
	<u>6,000</u>	<u>0</u>
Expenditures		
Transfers	<u>0</u>	<u>0</u>
	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	6,000	0
Unencumbered Cash, Beginning	494,000	500,000
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u><u>\$ 500,000</u></u>	<u><u>\$ 500,000</u></u>

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017
(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

Textbook and Student Material Revolving Fund

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Local Sources	\$ 53,487	\$ 52,253
Transfers	<u>50,000</u>	<u>56,500</u>
	<u>103,487</u>	<u>108,753</u>
 Expenditures		
Instruction	<u>48,759</u>	<u>65,440</u>
	<u>48,759</u>	<u>65,440</u>
 Receipts Over (Under) Expenditures	54,728	43,313
 Unencumbered Cash, Beginning	107,739	162,467
 Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
 Unencumbered Cash, Ending	<u>\$ 162,467</u>	<u>\$ 205,780</u>

UNIFIED SCHOOL DISTRICT NO. 309
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Nickerson High School				
Class of 2011	\$ 5	\$ 0	\$ 5	\$ 0
Class of 2012	46	0	46	0
Class of 2013	112	0	112	0
Class of 2014	193	0	193	0
Class of 2015	867	0	867	0
Class of 2016	2,733	5	2,733	5
Class of 2017	2,156	165	843	1,478
Class of 2018	725	8,523	4,620	4,628
Class of 2019	345	355	74	626
Class of 2020	0	325	0	325
Cheerleaders	1,057	4,000	3,721	1,336
Debate	864	1,199	2,063	0
Creative Writing	259	279	9	529
Forensics	50	1,571	1,505	116
FBLA	426	8,900	6,521	2,805
FCCLA	823	1,682	1,654	851
Spanish Club	11	0	0	11
Key Club	485	2,130	2,207	408
National Honor Society	152	0	0	152
Instrumental Music	1,141	4,540	3,958	1,723
Vocal Music	143	0	128	15
Madrigals	401	3,756	2,803	1,354
Yearbook/Publications	4,110	2,280	5,558	832
SAVE/SADD	586	0	1	585
Production Metals	241	485	0	726
Scholars Bowl	386	280	78	588
Productions/Musical	3,702	3,914	5,929	1,687
School Play	100	0	0	100
Science Club	987	851	1,194	644
Renaissance	551	0	1	550
Drama Club	75	0	0	75
Drill Team	485	0	1	484
Skills USA	2,137	1,126	1,010	2,253
STUCO-General	516	3,356	2,322	1,550
Entrepreneurship	1,150	549	760	939
Women's Empowerment	58	0	49	9
Chess Club	0	156	156	0
Book Club	1	0	0	1
FCA	175	580	250	505
Scholarships	205	0	0	205
Panther Pride Education	1,057	0	0	1,057
Hutchinson Community				
Foundation Grant	80	500	0	580
Prairie Quilt Guild Grant	4,273	658	975	3,956
Sales Tax	0	5,413	5,413	0
	<u>33,869</u>	<u>57,578</u>	<u>57,759</u>	<u>33,688</u>

UNIFIED SCHOOL DISTRICT NO. 309
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Nickerson Elementary School				
Student Council	\$ 13,240	\$ 10,429	\$ 15,831	\$ 7,838
5K Run	<u>0</u>	<u>3,754</u>	<u>1,184</u>	<u>2,570</u>
	<u>13,240</u>	<u>14,183</u>	<u>17,015</u>	<u>10,408</u>

UNIFIED SCHOOL DISTRICT NO. 309
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Reno Valley Middle School				
7th Grade	\$ 1,679	\$ 1,301	\$ 2,661	\$ 319
8th Grade	423	2,104	1,734	793
PAWS	1,193	5,387	4,717	1,863
Instrumental Music	523	5,279	5,040	762
Yearbook/Publications	1,360	1,031	1,291	1,100
STUCO-General	691	1,526	1,604	613
Sales Tax	0	91	91	0
	<u>5,869</u>	<u>16,719</u>	<u>17,138</u>	<u>5,450</u>

UNIFIED SCHOOL DISTRICT NO. 309
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
South Hutchinson Elementary School				
Spirit Club	\$ 2,325	\$ 1,143	\$ 2,125	\$ 1,343
Yearbook	1,113	2,325	2,442	996
Stuco	4,114	3,016	2,502	4,628
	<u>7,552</u>	<u>6,484</u>	<u>7,069</u>	<u>6,967</u>
 Total Agency Funds	 <u>\$ 60,530</u>	 <u>\$ 94,964</u>	 <u>\$ 98,981</u>	 <u>\$ 56,513</u>

UNIFIED SCHOOL DISTRICT NO. 309
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2017

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Nickerson High School							
Athletics	\$ 20,900	\$ 0	\$ 134,965	\$ 136,509	\$ 19,356	\$ 0	\$ 19,356
Concession/Vending Machines	8,295	0	22,689	23,011	7,973	0	7,973
	<u>29,195</u>	<u>0</u>	<u>157,654</u>	<u>159,520</u>	<u>27,329</u>	<u>0</u>	<u>27,329</u>
Reno Valley Middle School							
Athletics	606	0	3,177	2,922	861	0	861
School Projects	9,361	0	1,050	2,387	8,024	0	8,024
	<u>9,967</u>	<u>0</u>	<u>4,227</u>	<u>5,309</u>	<u>8,885</u>	<u>0</u>	<u>8,885</u>
South Hutchinson Elementary School							
HCF Grant-2014 Pre-K to 2nd Grade	464	0	0	464	0	0	0
HCF Grant-2015 Pre-K Rimmer Fun	787	0	0	0	787	0	787
Outdoor Classroom	2,855	0	1,326	126	4,055	0	4,055
Autymn Givens - Scott Memorial	32	0	(32)	0	0	0	0
HCF Early Child Educ Enrichment	0	0	700	380	320	0	320
BCBS Healthy Habits for Life	0	0	1,000	1,000	0	0	0
Teacher Initiative Grant	0	0	731	0	731	0	731
	<u>4,138</u>	<u>0</u>	<u>3,725</u>	<u>1,970</u>	<u>5,893</u>	<u>0</u>	<u>5,893</u>
Total District Activity Funds	<u>\$ 43,300</u>	<u>\$ 0</u>	<u>\$ 165,606</u>	<u>\$ 166,799</u>	<u>\$ 42,107</u>	<u>\$ 0</u>	<u>\$ 42,107</u>

FEDERAL AWARD INFORMATION



BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITORS' REPORT

**Board of Education
Unified School District No. 309**

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **Unified School District No. 309**, as of and for the year ended **June 30, 2017**, and the related notes to the financial statement, which collectively comprise **Unified School District No. 309's** basic financial statement, and have issued our report thereon dated November 2, 2017. In our report, our opinion on the financial statement was unmodified based on the prescribed basis of accounting that demonstrates compliance with the *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered **Unified School District No. 309's** internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **Unified School District No. 309's** internal control. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 309's** internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

**Board of Education
Unified School District No. 309**

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether **Unified School District No. 309's** financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Busby Ford & Reimer, LLC

Busby Ford & Reimer, LLC
November 2, 2017



BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

INDEPENDENT AUDITORS' REPORT

Board of Education Unified School District No. 309

Report on Compliance for Each Major Federal Program

We have audited the compliance of **Unified School District No. 309**, with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of **Unified School District No. 309's** major federal programs for the year ended **June 30, 2017**. **Unified School District No. 309's** major federal financial programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of **Unified School District No. 309's** major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and the *Kansas Municipal Audit and Accounting Guide*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about **Unified School District No. 309's** compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of **Unified School District No. 309's** compliance.

Board of Education
Unified School District No. 309

Opinion on Each Major Federal Program

In our opinion, **Unified School District No. 309** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended **June 30, 2017**.

Report on Internal Control Over Compliance

Management of **Unified School District No. 309** is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered **Unified School District No. 309's** internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of **Unified School District No. 309's** internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weakness may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Busby Ford & Reimer, LLC

Busby Ford & Reimer, LLC
November 2, 2017

UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2017

Grant Title	Federal CFDA No.	Program Amount	Unencumbered Cash 7-1-16	Receipts	Expenditures	Unencumbered Cash 6-30-17
(Passes Through Kansas Department of Education)						
Department of Agriculture						
Child Nutrition Cluster-Cluster						
School Breakfast Program	10.553	\$ 94,110				
National School Lunch Program	10.555	345,543				
Summer Food Service Program for Children	10.559	10,437				
Fresh Fruit and Vegetable Program	10.582	29,635				
		<u>479,725</u>	<u>\$ 0</u>	<u>\$ 479,725</u>	<u>\$ 479,725</u>	<u>\$ 0</u>
Department of Education						
Title I Grants to Local Educational Agencies	84.010	253,433	0	253,433	253,433	0
Rural Education	84.358	27,176	0	27,176	27,176	0
Improving Teacher Quality State Grants	84.367	64,624	0	64,624	64,624	0
		<u>345,233</u>	<u>0</u>	<u>345,233</u>	<u>345,233</u>	<u>0</u>
Total Federal Awards		<u>\$ 824,958</u>	<u>\$ 0</u>	<u>\$ 824,958</u>	<u>\$ 824,958</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 309
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2017

Note 1 - Basis of Presentation:

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **Unified School District No. 309**, and is prepared on the basis of accounting as described in Note 1 of the notes to the financial statement. The information in this schedule is presented in accordance with the requirements of Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Note 2 - Indirect Cost Rate:

The District has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

**UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2017**

SUMMARY OF AUDIT RESULTS

1. The independent auditors' report expresses an unmodified opinion on the financial statement of **Unified School District No. 309**.
2. No significant deficiencies or material weaknesses were reported in the Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statement of **Unified School District No. 309**, were disclosed during the audit.
4. No significant deficiencies or material weakness were reported in the Report On Compliance For Each Major Program And On Internal Control Over Compliance Required By The Uniform Guidance.
5. The independent auditors' report on compliance for the major federal award programs for **Unified School District No. 309**, expresses an unmodified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for **Unified School District No. 309**.
7. The programs tested as major programs were:

Child Nutrition Cluster-Cluster	
School Breakfast Program	10.553
National School Lunch Program	10.555
Summer Food Service Program for Children	10.559
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. **Unified School District No. 309**, was determined not to be a low-risk auditee.

**UNIFIED SCHOOL DISTRICT NO. 309
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2017**

There are no prior audit findings.