

Peabody-Burns Unified School District Number 398

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2017

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For the Year Ended June 30, 2017

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Peabody-Burns
Unified School District Number 398
Peabody, Kansas

Report on Financial Statements

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Peabody-Burns Unified School District Number 398 of Peabody, 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 Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note C to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that 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 controls. 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.

Opinions

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note C of the financial statement, the financial statement is prepared by Peabody-Burns Unified School District Number 398 of Peabody, Kansas 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 C and accounting principles generally accepted in the United States of America, although not reasonably determined, are presumed to be material.

Adverse Opinion on Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis of 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 Peabody-Burns Unified School District Number 398, Peabody, 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 balance of the Peabody-Burns Unified School District Number 398 of Peabody, 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 C.

Other Matters

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 expenditures - actual and budget regulatory basis, schedule of receipts and expenditures - actual and budget regulatory basis, schedule of receipts and expenditures - agency funds regulatory basis, schedule of receipts, expenditures and unencumbered cash - district activity funds regulatory basis and schedule of receipts and expenditures - actual and budget regulatory basis for related municipal entities (Schedules 1, 2, 3, 4, 5 and 6 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 C.

Prior Year Comparative

The 2016 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures - actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2017 basic financial statement upon which we have rendered an unmodified opinion dated October 6, 2017. The 2016 basic financial statement and our accompanying report are not presented herein, but 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 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 C.



Agler & Gaeddert, Chartered
October 6, 2017

Peabody-Burns Unified School District Number 398

SUMMARY OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH AND INVESTMENTS
REGULATORY BASIS
For the Year Ended June 30, 2017

	Unencumbered Cash and Investment Balance, Beginning of of Year	Prior Year Cancelled Encumbrances
Governmental type funds		
General funds		
General	\$ 0	\$ 0
Supplemental general	131,800	26
Special revenue funds		
At risk (4 year old)	4,618	0
At risk (K-12)	15,825	0
Virtual education	20,422	0
Capital outlay	646,833	0
Driver training	17,559	0
Food service	38,043	0
Professional development	55,185	0
Special education	335,911	0
Vocational education	44,042	0
KPERS special retirement contribution fund	0	0
Contingency	284,083	0
Textbook and student material revolving	53,748	0
Title I	0	0
Title II A - Teacher Quality	0	0
Owls grant	1,001	0
Scholarship funds	208,597	0
Gift and grant funds	108,919	0
District activity funds		
Gate receipts	6,479	0
School projects	2,646	0
Debt service fund		
Bond and interest	136,042	0
Total primary government	2,111,753	26
Related Municipal Entities		
Peabody-Burns Recreation Commission	38,836	0
Education Endowment Fund	15,529	0
High School Endowment	72,745	0
	\$ 2,238,863	\$ 26

Composition of ending cash and investments

Demand deposits

Vintage Bank, Peabody, Ks	\$ 1,873,874
Vintage Bank, Peabody, Ks	39,907
Vintage Bank, Peabody, Ks	750
Vintage Bank, Peabody, Ks	500
Vintage Bank, Peabody, Ks	200
Vintage Bank, Peabody, Ks	1,500
Community National Bank, El Dorado, KS	120
Vintage Bank, Peabody, Ks	53,728
Vintage Bank, Peabody, Ks	3,177

The accompanying notes are an integral part of this statement

Statement 1

		Unencumbered			
		Cash and		Outstanding	
		Investment		Encumbrances	
		Balance,		and Accounts	
		End of		Payable	
		Year			
Cash	Expenditures				Cash and
Receipts					Investment
					Balance,
					June 30, 2017
\$ 2,554,178	\$ 2,554,178	\$ 0	\$ 0	\$ 0	
923,172	955,315	99,683	7,043		106,726
28,000	27,520	5,098	0		5,098
215,045	187,110	43,760	0		43,760
23,034	20,280	23,176	0		23,176
469,533	159,463	956,903	11,605		968,508
6,408	3,465	20,502	0		20,502
169,379	166,385	41,037	0		41,037
15,000	11,833	58,352	0		58,352
538,894	557,025	317,780	0		317,780
171,296	153,600	61,738	0		61,738
140,416	140,416	0	0		0
0	0	284,083	0		284,083
18,786	3,440	69,094	0		69,094
52,848	52,848	0	0		0
16,873	16,873	0	0		0
0	0	1,001	0		1,001
1,666	(45)	210,308	24		210,332
390	1,839	107,470	0		107,470
28,894	29,029	6,344	0		6,344
49,649	45,171	7,124	0		7,124
25,764	0	161,806	0		161,806
5,449,225	5,085,745	2,475,259	18,672		2,493,931
54,980	53,909	39,907	0		39,907
1,739	326	16,942	0		16,942
7,920	2,342	78,323	0		78,323
\$ 5,513,864	\$ 5,142,322	\$ 2,610,431	\$ 18,672	\$ 2,629,103	

Composition of ending cash and investments - continued**Time deposits**

Peabody State Bank, Peabody, Kansas - CD's \$ 420,995

Community National Bank, El Dorado, KS 180,598

Stocks - at cost 1,926**Endowments** 95,265

Total cash and investments 2,672,540

Agency funds per Schedule 3 (43,437)

Total reporting entity (excluding agency funds) \$ 2,629,103

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT For the Year Ended June 30, 2017

NOTE A. MUNICIPAL REPORTING ENTITY

Peabody-Burns Unified School District Number 398 is a municipal corporation governed by an elected seven member board. This financial statement presents the Peabody-Burns Unified School District Number 398 (the municipality).

Related Municipal Entities. The related municipal entities section of the financial statements includes the financial data of the Peabody-Burns Recreation Commission, the Education Endowment Fund (a not-for-profit corporation) and the High School Endowment (a not-for-profit corporation) which are shown as related municipal entities.

Recreation Commission. The Peabody-Burns Recreation Commission oversees recreational activities. The Commission can sue and be sued, but the acquisition of real property must be approved by the District. The District levies taxes for the Commission. Bond issuances must be approved by the District. The governing body of the Recreation Commission is appointed by the District and the Cities of Peabody and Burns. The other governing board member of the Recreation Commission is appointed by the governing body of the Recreation Commission.

Education Endowment Fund. The Education Endowment Fund oversees funds donated to the District for the purpose of funding scholarships to the District's students.

High School Endowment Fund. The High School Endowment Fund oversees funds donated to the District for the purpose of funding scholarships to the District's students.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the District are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The District potentially could have the following types of funds.

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital and tax levies for long-term debt) that are intended for specific purposes.

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

Capital Projects Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment. The District did not have any of this type fund for this year.

Agency Fund – funds used to report assets held by municipal reporting entity in purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

NOTE C. BASIS OF ACCOUNTING

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 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 obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT For the Year Ended June 30, 2017

NOTE C. BASIS OF ACCOUNTING - Continued

Peabody-Burns Unified School District Number 398 of Peabody, Kansas has approved a resolution that it is in compliance with K.S.A. 75-1120a (c) waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

NOTE D. BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 such budget amendments for this year.

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.

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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 agency funds and the following special purpose funds:

Contingency	Owls grant
Textbook and student material revolving	Scholarship funds
Title I	Gift and grant funds
Title II A - Teacher Quality	District activity funds

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

The Peabody-Burns Recreation commission prepares its budget on the same basis of accounting as used by the District and certifies it budget to the District for levy. Because the budget is certified, it is subject to the same laws as the District regarding budgeting.

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT

For the Year Ended June 30, 2017

NOTE E. DEPOSITS AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

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 District or in an adjoining District 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 bank 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. The District rates investments (if any) as noted.

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. The District has no investments other than money markets and certificates of deposit.

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%. There were no designated "peak periods" during the year. All bank deposits were legally secured at June 30, 2017.

At June 30, 2017, the carrying amount of the District's bank deposits, including certificates of deposit and cash on hand, was \$2,672,540 and the bank balance was \$2,565,752. The bank balance was held by two banks resulting in a concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$500,000 was covered by federal depository insurance, and \$2,065,752 was collateralized with securities held by the pledging financial institution's 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 be adequately secured. The District had no such investments at year end.

NOTE F. STOCK

The Scholarship Funds own common stock of various companies which are held by the District in the District's name. The stocks were donated and therefore not considered public monies per Kansas statutes. These assets were initially recorded on the District's books at fair value at date of receipt. At June 30, 2017, the book value is \$1,926 and the fair value is \$3,237 based upon quoted market price. The Education Endowment Fund has investments of \$16,942 as of June 30, 2017 which is fair value. Gain or loss is recognized at the point of sale. The recognized gains or losses for the year ended June 30, 2017 were \$195 realized and \$1,181 unrealized gain. Fair value is determined using quoted market prices. The High School Endowment Fund has investments of \$78,323 as of June 30, 2017 which is fair value. Gain or loss is recognized at the point of sale. The recognized gains or losses for the year ended June 30, 2017 were \$902 realized and \$5,513 unrealized gain. Fair value is determined using quoted market prices.

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT

For the Year Ended June 30, 2017

NOTE G. IN-SUBSTANCE PAYMENTS

The District received \$129,943 for general fund and \$16,172 for supplemental general fund subsequent to June 30, 2017 and as required by K.S.A. 72-6466 the receipts was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2017.

NOTE H. LONG-TERM DEBT

At June 30, 2017, the long-term obligations consisted of the following:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date of Final Maturity</u>
Qualified zone academy bond	6.690%	06/01/2007	\$ 400,000	06/01/2018

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

	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance Ending of Year</u>	<u>Interest Paid</u>
Qualified zone academy bonds	\$ 80,000	\$ 0	\$ (40,000)	\$ 40,000	\$ 800
Total long-term debt	<u>\$ 80,000</u>	<u>\$ 0</u>	<u>\$ (40,000)</u>	<u>\$ 40,000</u>	<u>\$ 800</u>

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

Qualified Zone Academy Bond		
<u>Year</u>	<u>Principal</u>	<u>Interest</u>
2018	\$ 40,000	\$ 400

The debt limit per Kansas Statutes is limited to fourteen percent of the assessed tangible valuation for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At June 30, 2017, the statutory limit for the District was \$3,144,962 providing a debt margin of 3,144,962 after removing debt exempt from the limitation.

Changes in long-term obligations, other than debt for the year ended June 30, 2017, are as following:

	<u>Balance July 1, 2016</u>	<u>Net Change</u>	<u>Balance June 30, 2017</u>
Compensated absences	\$ 13,703	\$ (1,796)	\$ 11,907

Compensated absences are paid by the fund from which the employee is normally paid.

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT For the Year Ended June 30, 2017

NOTE I. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	At Risk 4 year old	K.S.A. 72-6478	\$ 28,000
General	At Risk 12 year old	K.S.A. 72-6478	170,000
General	Special Education	K.S.A. 72-6478	367,254
General	Vocational Education	K.S.A. 72-6478	73,500
General	Capital Outlay	K.S.A. 72-6478	284,546
General	Virtual education	K.S.A. 72-6478	20,000
General	Professional Development	K.S.A. 72-6478	15,000
General	KPERS	K.S.A. 72-6478	140,416
General	Supplemental General	K.S.A. 72-6478	15,716
General	Textbook Revolving	K.S.A. 72-6478	15,000
General	Litton/Kliwer	K.S.A. 72-6478	1,120
Supplemental General	At Risk 12 year old	K.S.A. 72-6430	45,000
Supplemental General	Special Education	K.S.A. 72-6430	163,168
Supplemental General	Vocational Education	K.S.A. 72-6430	90,000
Supplemental General	Food Service	K.S.A. 72-6430	30,000

NOTE J. OTHER LONG-TERM OBLIGATIONS

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 retiree's health insurance plan because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (CORBA), 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.

Compensated Absences: The District's policy is to recognize the costs of compensated absences when actually paid. The District's policies regarding vacation pay permits full-time classified employees on a 12-month full time basis to earn vacation days based upon years of service. Policies prohibit payment for vacation time in lieu of time off or carryover of unused time to the subsequent year. All eligible classified employees entering the school system for the first time are credited with 9 days sick leave at full pay. Two additional days of sick leave are accrued for each consecutive year until reaching a maximum of 15 days per year. All other eligible classified employees are credited annually with 15 days per year. The unused portion of sick leave for classified and certified personnel may be accumulated from year to year to a maximum of 75 days. Additionally, the District has established a sick leave bank to which employees may donate sick leave to be used by other employees in cases of unavoidable surgery or medical treatment or serious and extended illness. The sick leave bank shall accumulate days to a maximum of 120 days. No member can draw more than 30 teaching days from the sick leave bank per school year.

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT For the Year Ended June 30, 2017

NOTE J. OTHER LONG-TERM OBLIGATIONS - continued

Certified personnel will be reimbursed at a rate of \$10 per day for unused sick leave upon retirement. Certified employees receive 11 days annually for a total accumulation of 75 days per year. No other compensation will be given for any unused sick leave upon resignation, retirement, termination, or death. Personal leave for certified employees may be accumulated at a rate of 2.5 days per year with a total accumulation of five days. The policy permits payment for unused personal leave above the total allowed accumulation days at the established daily rate of a substitute teacher. Personal leave for classified employees accumulates at a rate of one day per year up to a total accumulation of four days. The policy permits payment for personal leave after four days have been accrued at the rate of the employee's daily rate not to exceed the daily rate of a substitute teacher.

NOTE K: Pension Plans

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 www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100, and Topeka, Kansas 66603) or by calling 1-888-275-5737.

Contributions - K.S.A. 74-4919 and K.S.A. 74-49210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is 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 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 result of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribute 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 \$140,416 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 \$2,700,791. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net 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.

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT For the Year Ended June 30, 2017

NOTE K: Pension Plans - continued

Defined Benefit Pension Plan - continued

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 www.kpers.org or can be obtained as described above.

Flexible Benefit Plan (I.R.C. Section 125)

The Board adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All employees of the District are eligible to participate in the Plan beginning the first day of the month following their employment. Each participant may elect to reduce his or her salary by an elected amount per month, or have a specific amount deducted, to purchase benefits offered through the Plan. Currently, benefits offered through the Plan include insurance coverage, medical reimbursement, and dependent care reimbursement.

Early Retirement Plan

The District provides an early retirement incentive plan for eligible employees. Eligible employees are teachers who have served a minimum of eleven years of service in the District, are not less than 60 years of age and not more than 64 years of age, have an additional nine years of employment within the District or another Kansas school district, and the last eleven years prior to retirement were employed by the District. The plan entitles the eligible teacher to receive annually a sum of money equal to 15% or 17.5% of the single highest yearly salary earned by the teacher while employed by the District. The plan is an unfunded, noncontributory, defined benefit plan. Current year cost of the plan is \$14,277. Benefits expected to be paid for the next five fiscal years are as follows:

<u>Date</u>	<u>Amount</u>
June 30, 2018	16,342
June 30, 2019	16,342
June 30, 2020	16,643
June 30, 2021	16,643
June 30, 2022	16,643

NOTE L. 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; and natural disasters for which the District carries commercial insurance. Insurance claims for the preceding three years have not exceeded insurance coverage.

NOTE M. OTHER INFORMATION

Reimbursed Expenses: The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Ad valorem tax revenues: The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county. In accordance with Kansas statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20th, prior to the fiscal year for which they are budgeted and the second half is due

Peabody-Burns Unified School District Number 398

NOTES TO FINANCIAL STATEMENT

For the Year Ended June 30, 2017

NOTE M. OTHER INFORMATION - continued

Ad valorem tax revenues: the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The District Treasurer draws down all available funds from the County Treasurer's office in two-month intervals.

Contingencies: The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District at June 30, 2017.

Compliance with Kansas Statutes

The District is not aware of any statutory violations for the year ended June 30, 2017.

NOTE N: SUBSEQUENT EVENTS

The District evaluated subsequent events through October 6, 2017 the date the financial statements were available to be issued October 6, 2017. No subsequent events which required reporting were identified.

**REGULATORY BASIS
SUPPLEMENTAL INFORMATION**

Peabody-Burns Unified School District Number 398

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
(Budgeted Funds Only)
REGULATORY BASIS
For the Year Ended June 30, 2017

	<u>Certified Budget</u>
Governmental type funds	
General funds	
General	\$ 2,639,103
Supplemental general	906,437
Special revenue funds	
At risk 4 yr old	28,400
At risk (K-12)	220,000
Virtual education	38,600
Capital outlay	526,600
Driver training	11,550
Food service	175,000
Professional development	40,000
Special education	646,796
Vocational education	195,550
KPERS special retirement contribution fund	217,638
Debt service funds	
Bond and interest	0
Related Municipal Entities	
Peabody-Burns Recreation Commission	60,000

* See definitions at Note II-A.

Schedule 1

<u>Adjustment To Comply With Legal Max *</u>	<u>Adjustment for Qualifying Budget Credits *</u>	<u>Total Budget For Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over (Under)</u>
\$ (130,052)	\$ 51,397	\$ 2,560,448	\$ 2,554,178	\$ (6,270)
0	57,836	964,273	955,315	(8,958)
0	0	28,400	27,520	(880)
0	0	220,000	187,110	(32,890)
0	0	38,600	20,280	(18,320)
0	0	526,600	159,463	(367,137)
0	0	11,550	3,465	(8,085)
0	0	175,000	166,385	(8,615)
0	0	40,000	11,833	(28,167)
0	0	646,796	557,025	(89,771)
0	0	195,550	153,600	(41,950)
0	0	217,638	140,416	(77,222)
0	0	0	0	0
0	2,590	62,590	53,909	(8,681)

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016			Variance
	Actual	Actual	Budget	Over
				(Under)
Cash receipts				
Local sources				
Miscellaneous	\$ 1,859	\$ 5,188	\$ 3,800	\$ 1,388
Reimbursements	37,362	44,995	0	44,995
State sources				
General state aid	1,992,848	1,995,111	1,997,848	(2,737)
Mineral production tax	411	1,214	0	1,214
Supplemental general state aid	124,179	0	0	0
Special education aid	359,832	367,254	419,481	(52,227)
KPERS aid	152,619	140,416	217,638	(77,222)
Total cash receipts	<u>2,669,110</u>	<u>2,554,178</u>	<u>\$ 2,638,767</u>	<u>\$ (84,589)</u>
Expenditures				
Instruction				
Salaries				
Certified	559,437	637,247	\$ 650,000	\$ (12,753)
Non-certified	49,296	54,280	55,000	(720)
Employee benefits				
Social security	48,263	48,271	50,000	(1,729)
Other	46,868	24,941	48,000	(23,059)
Purchased professional and technical services	4,210	2,500	5,000	(2,500)
Supplies				
General Supplement - Teaching	232	2,909	2,000	909
Supplies - Technology	0	514	0	514
Miscellaneous supplies	336	715	3,000	(2,285)
Property and furniture	330	1,439	0	1,439
Other	1,585	475	2,000	(1,525)
Student support services				
Salaries				
Certified	34,600	37,225	35,050	2,175
Non-certified	0	0	7,000	(7,000)
Employee benefits				
Social security	3,006	3,222	3,500	(278)
Other	304	4,309	500	3,809
Purchased professional and technical services	6,118	5,328	0	5,328
Supplies	495	2,257	1,000	1,257

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	2017			
	2016 Actual	Actual	Budget	Variance Over (Under)
Expenditures - continued				
Instructional support staff				
Salaries				
Certified	\$ 7,875	\$ 6,930	\$ 8,000	\$ (1,070)
Employee benefits				
Social security	512	430	550	(120)
Other	99	9	147	(138)
Supplies				
Books and periodicals	150	881	2,950	(2,069)
Miscellaneous supplies	54	0	0	0
General administration				
Salaries				
Certified	61,679	61,864	65,000	(3,136)
Non-certified	26,016	26,075	30,000	(3,925)
Employee benefits				
Social security	6,983	6,974	9,000	(2,026)
Other	7,684	6,897	9,000	(2,103)
Other purchased services				
Communications	9,745	2,453	0	2,453
Other	4,868	6,772	0	6,772
Supplies	4,786	3,907	4,000	(93)
Other	13,562	17,631	14,000	3,631
School administration				
Salaries				
Certified	162,654	105,429	165,000	(59,571)
Non-certified	59,624	60,537	62,000	(1,463)
Employee benefits				
Social security	16,711	12,310	19,000	(6,690)
Other	3,137	2,093	5,000	(2,907)
Other purchased services				
Communications	7,135	353	0	353
Other	729	1,518	500	1,018
Supplies	423	1,137	0	1,137
Other	555	40	750	(710)
Operations and maintenance				
Salaries - noncertified	71,064	67,894	74,000	(6,106)

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	2017			
	2016 Actual	Actual	Budget	Variance Over (Under)
Expenditures - continued				
Operations and maintenance-cont.				
Employee benefits				
Social security	\$ 5,319	\$ 5,032	\$ 6,000	\$ (968)
Other	3,485	6,445	4,000	2,445
Purchased professional services	487	429	500	(71)
Purchased property services				
Water/sewer	10,815	12,492	14,000	(1,508)
Cleaning	9,689	9,669	13,000	(3,331)
Repairs and maintenance	28,779	26,811	0	26,811
Repair of buildings	0	6,764	0	6,764
Other purchased services				
Other	900	18	0	18
Supplies				
General supplies	5,635	1,870	0	1,870
Energy				
Heating	15,074	522	0	522
Electricity	6,122	5,569	0	5,569
Operations and maintenance (transportation)				
Salaries				
Non-certified	45,510	50,811	53,800	(2,989)
Employee benefits				
Insurance	0	0	4,500	(4,500)
Social security	3,481	3,887	4,500	(613)
Other	2,723	2,518	1,200	1,318
Purchased professional and technical services	596	494	0	494
Vehicle operating services				
Motor fuel	13,327	477	0	477
Vehicle services & maintenance services				
Other	29,404	25,907	35,000	(9,093)
Central Services				
Salaries				
Non-certified	44,974	42,939	45,000	(2,061)
Employee benefits				
Social security	3,216	3,126	3,500	(374)
Other	86	80	500	(420)

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - A

GENERAL FUNDS
GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	2017			Variance Over (Under)
	2016 Actual	Actual	Budget	
Expenditures - continued				
Operating Transfers				
Supplemental general	\$ 124,179	\$ 15,716	\$ 0	\$ 15,716
At risk (4)	30,000	28,000	32,000	(4,000)
At risk (K-12)	145,000	170,000	170,000	0
Virtual education	15,000	20,000	20,000	0
Capital outlay	294,901	284,546	123,537	161,009
Inservice	0	15,000	0	15,000
Special education	359,832	367,254	419,481	(52,227)
Vocational education	93,500	73,500	120,000	(46,500)
KPERS	152,619	140,416	217,638	(77,222)
Food Service	3,000	0	20,000	(20,000)
Textbook Revolving	332	15,000	0	15,000
Litton/Kliewer	0	1,120	0	1,120
Adjustment to comply with legal max	0	0	(130,052)	130,052
Legal general fund budget and expenditures	2,669,110	2,554,178	2,509,051	45,127
Adjustment for qualifying budget credits	0	0	51,397	(51,397)
Total expenditures	2,669,110	2,554,178	\$ 2,560,448	\$ (6,270)
Receipts over (under) expenditures	\$ 0	\$ 0		
Unencumbered cash (deficit), July 1,	0	0		
Unencumbered cash (deficit), June 30,	\$ 0	\$ 0		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
SUPPLEMENTAL GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		Variance Over (Under)	
	2016	Actual	Budget		
	Actual	Actual	Budget	(Under)	
Cash receipts					
Local sources					
Ad valorem tax	\$ 791,019	\$ 640,933	\$ 644,410	\$ (3,477)	
Delinquent tax	9,130	12,594	11,660	934	
Reimbursements	38,514	42,120	0	42,120	
County sources					
Motor vehicle tax	52,989	51,005	46,033	4,972	
Recreational vehicle tax	829	1,362	711	651	
State sources					
Supplemental aid	0	159,442	159,442	0	
Other					
Transfer from general fund	124,179	15,716	0	15,716	
Transfer from contingency	55,000	0	0	0	
	<u>1,071,660</u>	<u>923,172</u>	<u>\$ 862,256</u>	<u>\$ 60,916</u>	
Total cash receipts					
 Expenditures					
Instruction					
Salaries					
Certified	\$ 99,731	\$ 72,824	\$ 110,625	\$ (37,801)	
Non-certified	3,150	1,213	3,000	(1,787)	
Employee benefits					
Insurance	116,631	138,707	141,984	(3,277)	
Social security	1,428	5,405	1,500	3,905	
Other	58	105	250	(145)	
Purchased professional and technical services	30,750	29,585	31,000	(1,415)	
Other purchased services	814	0	1,000	(1,000)	
Supplies					
General teaching	24,235	19,855	35,000	(15,145)	
Textbooks	984	270	1,000	(730)	
Miscellaneous	12,752	2,036	3,500	(1,464)	
Property	56,633	30,775	55,000	(24,225)	
Other	10,066	6,490	10,000	(3,510)	
Student support services					
Employee benefits					
Insurance	2,666	(296)	4,896	(5,192)	
Purchased professional and technical services	4,131	0	4,500	(4,500)	
Supplies	1,156	1,025	1,000	25	
Property	0	0	1,500	(1,500)	

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
SUPPLEMENTAL GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance Over (Under)	
	2016 Actual	Actual	Budget		
Expenditures - continued					
Instructional support staff					
Salaries					
Non-certified	\$ 44,433	\$ 44,724	\$ 44,550	\$ 174	
Employee benefits					
Insurance	2,026	(95)	0	(95)	
Social Security	3,409	3,455	3,500	(45)	
Other	252	301	300	1	
Supplies					
Books and periodicals	2,821	0	2,000	(2,000)	
General Administration					
Salaries					
Certified	0	0	750	(750)	
Non-certified	1,800	3,200	1,500	1,700	
Employee benefits					
Insurance	22,290	19,165	16,000	3,165	
Social Security	138	245	150	95	
Other	6	3	10	(7)	
Purchased professional and					
Tech services	11,495	680	12,000	(11,320)	
Purchased property services	323	332	0	332	
Other purchased services					
Insurance	3,426	453	4,000	(3,547)	
Communications	4,371	8,585	14,187	(5,602)	
Other	16	9	0	9	
Supplies	519	168	500	(332)	
Other	39	81	0	81	
School Administration					
Salaries					
Certified	1,200	1,375	750	625	
Non-certified	1,200	1,030	1,500	(470)	
Employee benefits					
Insurance	6,152	11,956	12,110	(154)	
Social Security	184	184	200	(16)	
Other	7	2	10	(8)	
Other purchased services					
Communications	10,319	9,159	13,000	(3,841)	
Supplies	1,239	1,843	5,000	(3,157)	
Other	0	0	0	0	

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
SUPPLEMENTAL GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	2017				Variance Over (Under)
	2016 Actual	Actual	Budget		
Expenditures - continued					
Operations and maintenance					
Salaries					
Non-certified	\$ 2,600	\$ 2,070	\$ 3,000	\$	(930)
Employee benefits					
Insurance	8,201	12,207	9,800		2,407
Social Security	199	158	250		(92)
Other	8	2	10		(8)
Purchased property services					
Repairs and maintenance	37,898	18,465	60,000		(41,535)
Repair of buildings	14,660	19,875	15,000		4,875
Other purchased services					
Insurance	26,478	0	28,000		(28,000)
Other	0	0	0		0
Supplies					
General supplies	10,086	10,101	15,000		(4,899)
Energy					
Heating	0	16,942	30,000		(13,058)
Electricity	63,615	73,174	70,000		3,174
Property	1,830	3,979	2,000		1,979
Operations and maintenance (Transportation)					
Salaries					
Non-certified	1,000	1,200	2,500		(1,300)
Employee benefits					
Social Security	76	92	100		(8)
Other	3	1	5		(4)
Student transportation services					
Other purchased services					
Insurance	9,864	36,179	12,000		24,179
Motor Fuel	0	17,771	30,000		(12,229)
Vehicle Services & Maintenance					
Other	657	82	1,000		(918)
Operating transfers					
Food service	0	30,000	0		30,000
Special education	180,000	163,168	0		163,168
Vocational education	45,000	90,000	35,000		55,000

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - B

GENERAL FUNDS
SUPPLEMENTAL GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		Variance Over (Under)	
	<u>2016 Actual</u>	<u>Actual</u>	<u>Budget</u>		
Expenditures - continued					
Operating transfer continued					
Drivers Training	\$ 5,000	\$ 0	\$ 0	\$ 0	
Professional development	10,000	0	20,000	(20,000)	
At-risk K-12	15,000	45,000	35,000	10,000	
Textbook rental	<u>29,926</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Legal supplemental general fund budget and expenditures	944,951	955,315	906,437	48,878	
Adjustment for qualifying budget credits	<u>0</u>	<u>0</u>	<u>57,836</u>	<u>(57,836)</u>	
Total expenditures	<u>944,951</u>	<u>955,315</u>	<u>\$ 964,273</u>	<u>\$ (8,958)</u>	
Receipts over (under) expenditures	126,709	(32,143)			
Cancelled prior year encumbrances	0	26			
Unencumbered cash (deficit), July 1	<u>5,091</u>	<u>131,800</u>			
Unencumbered cash (deficit), June 30	<u>\$ 131,800</u>	<u>\$ 99,683</u>			

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - C

SPECIALPURPOSE FUNDS
AT RISK 4 YR OLD

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		
	<u>2016</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Cash receipts				
Other				
Transfers from General	\$ 30,000	\$ 28,000	\$ 32,000	\$ (4,000)
Expenditures				
Instruction				
Salaries				
Certified	20,250	20,475	\$ 21,000	\$ (525)
Non-certified	5,480	5,507	5,550	(43)
Employee benefits				
Social security	1,592	1,505	1,700	(195)
Other	48	33	150	(117)
Total expenditures	27,370	27,520	\$ 28,400	\$ (880)
Receipts over (under) expenditures	2,630	480		
Unencumbered cash, July 1	1,988	4,618		
Unencumbered cash, June 30	\$ 4,618	\$ 5,098		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - D

SPECIAL PURPOSE FUNDS
AT RISK (K-12)

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)

		2017		Variance Over (Under)	
	2016 Actual	Actual	Budget		
Cash receipts					
Local Sources					
Miscellaneous	\$ 200	\$ 45	\$ 0	\$ 45	
Other					
Transfer from General	145,000	170,000	170,000	0	
Transfer from Supplemental Gen.	15,000	45,000	35,000	10,000	
Total cash receipts	<u>160,200</u>	<u>215,045</u>	<u>\$ 205,000</u>	<u>\$ 10,045</u>	
Expenditures					
Instruction					
Salaries					
Certified	174,232	173,757	\$ 182,000	\$ (8,243)	
Non-certified	986	991	10,000	(9,009)	
Employee benefits					
Social security	12,259	11,854	15,000	(3,146)	
Other	377	257	1,000	(743)	
Purchased professional and technical services	700	251	4,000	(3,749)	
Supplies					
General supplemental (teaching)	0	0	5,000	(5,000)	
Textbooks	0	0	1,000	(1,000)	
Supplies (technology related)	0	0	1,000	(1,000)	
Miscellaneous	0	0	1,000	(1,000)	
Total expenditures	<u>188,554</u>	<u>187,110</u>	<u>\$ 220,000</u>	<u>\$ (32,890)</u>	
Receipts over (under) expenditures	(28,354)	27,935			
Unencumbered cash, July 1	<u>44,179</u>	<u>15,825</u>			
Unencumbered cash, June 30	\$ <u>15,825</u>	\$ <u>43,760</u>			

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - E

SPECIAL PURPOSE FUNDS
VIRTUAL EDUCATION

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016			Variance
	Actual	Actual	Budget	Over
				(Under)
Cash receipts				
Local sources				
Miscellaneous	2,626	\$ 3,034	\$ 0	\$ 3,034
Other				
Transfer from General Fund	15,000	20,000	20,000	0
Total cash receipts	<u>17,626</u>	<u>23,034</u>	<u>\$ 20,000</u>	<u>\$ 3,034</u>
Expenditures				
Instruction				
Salaries				
Certified	2,425	2,800	\$ 12,500	\$ (9,700)
Employee benefits				
Social security	135	211	1,000	(789)
Other	3	6	100	(94)
Purchased professional and technical services	13,641	17,263	25,000	(7,737)
Total expenditures	<u>16,204</u>	<u>20,280</u>	<u>\$ 38,600</u>	<u>\$ (18,320)</u>
Receipts over (under) expenditures	1,422	2,754		
Unencumbered cash, July 1	<u>19,000</u>	<u>20,422</u>		
Unencumbered cash, June 30	\$ <u>20,422</u>	\$ <u>23,176</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - F

SPECIAL PURPOSE FUNDS
CAPITAL OUTLAY

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance Over (Under)
	2016 Actual	Actual	Budget	
Cash receipts				
Local sources				
Ad valorem tax	\$ 160,914	\$ 143,357	\$ 131,305	\$ 12,052
Delinquent tax	2,044	2,977	2,218	759
Interest on idle funds	0	0	0	0
Other	32,853	23,237	0	23,237
County Sources				
Motor vehicle tax	13,538	14,982	12,958	2,024
Recreational vehicle tax	203	434	200	234
Other				
Transfer from general fund	294,901	284,546	123,537	161,009
Total cash receipts	<u>504,453</u>	<u>469,533</u>	<u>\$ 270,218</u>	<u>\$ 199,315</u>
Expenditures				
Instruction				
Property	2,282	0	\$ 5,000	\$ (5,000)
Student support services				
Property	20,857	31,318	35,000	(3,682)
Facilities acquisition and construction services				
Site improvement services	0	0	0	0
Repair and remodeling building	76,582	41,217	0	41,217
Building improvements				
Salaries: maintenance	42,421	43,245	42,500	745
Social security	3,129	3,197	3,200	(3)
Other	82	86	500	(414)
Outside contractors	0	0	400,000	(400,000)
Debt service				
Capital outlay bond				
Interest	800	400	400	0
Principal	40,000	40,000	40,000	0
Total expenditures	<u>186,153</u>	<u>159,463</u>	<u>\$ 526,600</u>	<u>\$ (367,137)</u>
Receipts over (under) expenditures	318,300	310,070		
Cancelled purchase orders	87	0		
Unencumbered cash, July 1	<u>328,446</u>	<u>646,833</u>		
Unencumbered cash, June 30	\$ <u>646,833</u>	\$ <u>956,903</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - G

SPECIAL PURPOSE FUNDS
DRIVER TRAINING

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		Variance Over (Under)	
	<u>2016 Actual</u>	<u>Actual</u>	<u>Budget</u>		
Cash receipts					
Local sources					
Other	\$ 4,802	\$ 3,464	\$ 1,000	\$ 2,464	
State sources					
State safety aid	748	2,944	1,620	1,324	
Other					
Transfer from supplemental gen.	<u>5,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total cash receipts	<u>10,550</u>	<u>6,408</u>	<u>\$ 2,620</u>	<u>\$ 3,788</u>	
Expenditures					
Instruction					
Salaries					
Certified	3,675	3,014	\$ 5,000	\$ (1,986)	
Employee benefits					
Social security	281	231	5,000	(4,769)	
Other	11	3	50	(47)	
Supplies					
General Supplemental	0	0	1,000	(1,000)	
Textbooks	48	0	0	0	
Student Support					
Property	16,687	0	0	0	
Operations and maintenance					
Motor fuel	<u>151</u>	<u>217</u>	<u>500</u>	<u>(283)</u>	
Total expenditures	<u>20,853</u>	<u>3,465</u>	<u>\$ 11,550</u>	<u>\$ (8,085)</u>	
Receipts over (under) expenditures	(10,303)	2,943			
Unencumbered cash, July 1	<u>27,862</u>	<u>17,559</u>			
Unencumbered cash, June 30	\$ <u>17,559</u>	\$ <u>20,502</u>			

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - H

SPECIAL PURPOSE FUNDS
FOOD SERVICE

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		Variance Over (Under)
	<u>2016 Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Local sources				
Food service				
Student sales - lunch	\$ 34,322	\$ 37,128	\$ 28,378	\$ 8,750
Student sales - breakfast	0	0	3,796	(3,796)
Adult and student				
Non-reimbursable sales	5,583	8,572	3,027	5,545
Other	2,320	2,662	0	2,662
State sources				
School food assistance	1,405	1,430	1,202	228
Federal sources				
Child nutrition programs	93,902	89,587	88,802	785
Other				
Transfer from				
General	3,000	0	0	0
Supplemental general	0	30,000	20,000	10,000
Total cash receipts	<u>140,532</u>	<u>169,379</u>	<u>\$ 145,205</u>	<u>\$ 24,174</u>
Expenditures				
Food service operation				
Salaries				
Non-certified	42,624	0	\$ 0	\$ 0
Employee benefits				
Social security	3,257	0	0	0
Other	1,986	0	0	0
Other Purchased Services				
Food Service Management	0	163,598	175,000	(11,402)
Supplies				
Food and milk	83,363	86	0	86
Miscellaneous supplies	4,746	1,622	0	1,622
Property	<u>3,796</u>	<u>1,079</u>	<u>0</u>	<u>1,079</u>
Total expenditures	<u>139,772</u>	<u>166,385</u>	<u>\$ 175,000</u>	<u>\$ (8,615)</u>
Receipts over (under) expenditures	760	2,994		
Unencumbered cash, July 1	<u>37,283</u>	<u>38,043</u>		
Unencumbered cash, June 30	\$ <u>38,043</u>	\$ <u>41,037</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - I

SPECIAL PURPOSE FUNDS
PROFESSIONAL DEVELOPMENT

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		
	<u>2016</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Cash receipts				
Local sources				
Reimbursements	\$ 1,344	\$ 0	\$ 0	\$ 0
Other				
Transfer from				
General	0	15,000	0	15,000
Supplemental general	<u>10,000</u>	<u>0</u>	<u>20,000</u>	<u>(20,000)</u>
Total cash receipts	<u>11,344</u>	<u>15,000</u>	<u>\$ 20,000</u>	<u>\$ (5,000)</u>
Expenditures				
Instructional support staff				
Purchased professional and				
technical services	<u>13,643</u>	<u>11,833</u>	<u>\$ 40,000</u>	<u>\$ (28,167)</u>
Receipts over (under) expenditures	(2,299)	3,167		
Unencumbered cash, July 1	<u>57,484</u>	<u>55,185</u>		
Unencumbered cash, June 30	<u>\$ 55,185</u>	<u>\$ 58,352</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - J

SPECIAL PURPOSE FUNDS
SPECIAL EDUCATION

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016			Variance
	Actual	Actual	Budget	Over
				(Under)
Cash receipts				
Local sources				
Reimbursements	\$ 4,778	\$ 8,472	\$ 0	\$ 8,472
Other				
Transfers				
General	359,832	367,254	419,481	(52,227)
Supplemental general	180,000	163,168	0	163,168
Total cash receipts	<u>544,610</u>	<u>538,894</u>	<u>\$ 419,481</u>	<u>\$ 119,413</u>
Expenditures				
Instruction				
Other purchased services				
Payment to Special				
Education Coop	499,070	525,969	\$ 542,796	\$ (16,827)
Vehicle operating services				
Salaries				
Non-certified	22,941	22,954	60,000	(37,046)
Employee benefits				
Social security	1,788	1,685	3,000	(1,315)
Other	613	1,326	1,000	326
Supplies				
Motor fuel	5,446	4,830	30,000	(25,170)
Miscellaneous	1,131	261	5,000	(4,739)
Other	0	0	5,000	(5,000)
Total expenditures	<u>530,989</u>	<u>557,025</u>	<u>\$ 646,796</u>	<u>\$ (89,771)</u>
Receipts over (under) expenditures	13,621	(18,131)		
Unencumbered cash, July 1	<u>322,290</u>	<u>335,911</u>		
Unencumbered cash, June 30	\$ <u>335,911</u>	\$ <u>317,780</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - K

SPECIAL PURPOSE FUNDS
VOCATIONAL EDUCATION

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		Variance Over (Under)
	<u>2016 Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Local sources				
Miscellaneous	\$ 8,825	\$ 3,344	\$ 0	\$ 3,344
State Sources				
Transportation aid	0	4,452	5,008	(556)
Other				
Transfers				
General	93,500	73,500	120,000	(46,500)
Supplemental general	<u>45,000</u>	<u>90,000</u>	<u>35,000</u>	<u>55,000</u>
Total cash receipts	<u>147,325</u>	<u>171,296</u>	\$ <u>160,008</u>	\$ <u>11,288</u>
Expenditures				
Instruction				
Salaries				
Certified	124,590	129,109	\$ 134,000	\$ (4,891)
Employee benefits				
Social security	9,089	9,453	11,000	(1,547)
Other	740	855	1,000	(145)
Supplies				
General teaching supplies	3,313	2,783	35,000	(32,217)
Miscellaneous supplies	2,300	1,821	2,000	(179)
Other Purchase Services	300	0	0	0
Property	4,300	1,935	5,000	(3,065)
Other	1,432	223	3,000	(2,777)
Instructional support staff				
Travel	2,500	0	0	0
Transportation services				
Non-certified	44	6,882	4,000	2,882
Employee benefits	3	539	500	39
Motor Fuel	<u>0</u>	<u>0</u>	<u>50</u>	<u>(50)</u>
Total expenditures	<u>148,611</u>	<u>153,600</u>	\$ <u>195,550</u>	\$ <u>(41,950)</u>
Receipts over (under) expenditures	(1,286)	17,696		
Unencumbered cash, July 1	<u>45,328</u>	<u>44,042</u>		
Unencumbered cash, June 30	\$ <u>44,042</u>	\$ <u>61,738</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - L

SPECIAL PURPOSE FUNDS
KPERs SPECIAL RETIREMENT CONTRIBUTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		Variance Over (Under)	
	2016 Actual	Actual	Budget		
Cash receipts					
Other					
Transfer from general	\$ 152,619	\$ 140,416	\$ 217,638	\$ (77,222)	
Total receipts	<u>152,619</u>	<u>140,416</u>	<u>\$ 217,638</u>	<u>\$ (77,222)</u>	
Expenditures					
Instruction					
Employee benefits	93,086	89,730	\$ 139,077	\$ (49,347)	
Student support					
Employee benefits	2,975	3,579	5,546	(1,967)	
Instruction support					
Employee benefits	4,969	3,806	5,899	(2,093)	
General administration					
Employee benefits	10,137	9,742	15,100	(5,358)	
School administration					
Employee benefits	16,904	15,786	24,468	(8,682)	
Other supplemental services					
Employee benefits	3,956	1,946	3,016	(1,070)	
Operations and maintenance					
Employee benefits	9,579	9,441	14,633	(5,192)	
Student transportation services					
Employee benefits	7,315	6,386	9,899	(3,513)	
Food service					
Employee benefits	<u>3,698</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total expenditures	<u>152,619</u>	<u>140,416</u>	<u>\$ 217,638</u>	<u>\$ (77,222)</u>	
Receipts over (under) expenditures	0	0			
Unencumbered cash, July 1	<u>0</u>	<u>0</u>			
Unencumbered cash, June 30	\$ <u>0</u>	\$ <u>0</u>			

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - M

**SPECIAL PURPOSE FUNDS
CONTINGENCY RESERVE**

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS**

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Cash receipts		
Other		
Transfer from Supp. General	\$ <u>0</u>	\$ <u>0</u>
Expenditures		
Outside Contracts	46,720	0
Transfer to Supp. General	<u>55,000</u>	<u>0</u>
Total Expenditures	<u>101,720</u>	<u>0</u>
Receipts over (under) expenditures	(101,720)	0
Unencumbered cash, July 1	<u>385,803</u>	<u>284,083</u>
Unencumbered cash, June 30	\$ <u><u>284,083</u></u>	\$ <u><u>284,083</u></u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - N

**SPECIAL PURPOSE FUNDS
TEXTBOOK AND STUDENT MATERIAL REVOLVING - ACTUAL**

SCHEDULE OF RECEIPTS AND EXPENDITURES

REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

	<u>2016 Actual</u>	<u>2017 Actual</u>
Cash receipts		
Local sources		
Rental fees and books	\$ 2,975	\$ 2,816
Pre K fees	1,320	970
Other		
Transfer from general	332	15,000
Transfer from supplemental general	<u>29,926</u>	<u>0</u>
Total cash receipts	<u>34,553</u>	<u>18,786</u>
Expenditures		
Instruction		
Textbooks - PBHS	28,665	1,713
Support services		
Other material and supplies	<u>4,967</u>	<u>1,727</u>
Total expenditures	<u>33,632</u>	<u>3,440</u>
Receipts over (under) expenditures	921	15,346
Unencumbered cash, July 1	<u>52,827</u>	<u>53,748</u>
Unencumbered cash, June 30	<u><u>\$ 53,748</u></u>	<u><u>\$ 69,094</u></u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - O

SPECIAL PURPOSE FUNDS

TITLE I

SCHEDULE OF 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>2016</u>	<u>2017</u>
	Actual	Actual
Cash receipts		
Federal sources		
Federal grants	\$ 52,604	\$ 52,848
Expenditures		
Instruction		
Salaries		
Certified	41,688	42,975
Employee benefits		
Insurance	4,692	5,982
Social security	2,814	3,100
Other	287	238
Supplies		
General teaching supplies	2,436	553
Property	<u>687</u>	<u>0</u>
Total expenditures	<u>52,604</u>	<u>52,848</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	\$ <u><u>0</u></u>	\$ <u><u>0</u></u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - P

**SPECIAL PURPOSE FUNDS
TITLE II A - TEACHER QUALITY**

**SCHEDULE OF 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>2016 Actual</u>	<u>2017 Actual</u>
Cash receipts		
Federal sources		
Federal grants	\$ <u>17,174</u>	\$ <u>16,873</u>
Expenditures		
Instruction		
Salaries		
Certified	13,886	14,330
Employee benefits		
Social security	1,033	813
Other	29	20
Instructional support staff		
Purchased professional and technical services	<u>2,226</u>	<u>1,710</u>
Total expenditures	<u>17,174</u>	<u>16,873</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - Q

**SPECIAL PURPOSE FUNDS
OWLS GRANT**

**SCHEDULE OF 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>2016</u> <u>Actual</u>	<u>2017</u> <u>Actual</u>
Unencumbered cash, July 1	\$ <u>1,001</u>	\$ <u>1,001</u>
Unencumbered cash, June 30	\$ <u><u>1,001</u></u>	\$ <u><u>1,001</u></u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

SPECIAL PURPOSE FUNDS
SCHOLARSHIP FUNDS

SCHEDULE OF 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>Barrett Scholarship</u>	<u>Mina Fitch Scholarship</u>	<u>Gladys Hart Scholarship</u>	<u>Masonic Scholarship</u>	<u>Farr Scholarship</u>
Cash receipts					
Local sources					
Interest	\$ 14	\$ 32	\$ 32	\$ 4	\$ 5
Transfers from General Fund	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total cash receipts	<u>14</u>	<u>32</u>	<u>32</u>	<u>4</u>	<u>5</u>
Expenditures					
Student support services					
Scholarships	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(45)</u>
Receipts over (under) expenditures	14	32	32	4	50
Unencumbered cash, July 1	6,868	16,000	16,000	2,000	1,521
Cancelled purchase orders	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered cash, June 30	<u>\$ 6,882</u>	<u>\$ 16,032</u>	<u>\$ 16,032</u>	<u>\$ 2,004</u>	<u>\$ 1,571</u>

See Independent Auditor's Report.

Schedule 2 - R

<u>Burdorf Scholarship</u>	<u>Mabel Jensen Award</u>	<u>Litton/ Kliewer Scholarship</u>	<u>2017 Total</u>	<u>2016 Total</u>
\$ 20 <u>0</u>	\$ 61 <u>0</u>	\$ 378 <u>1,120</u>	\$ 546 <u>1,120</u>	\$ 2,839 <u>0</u>
<u>20</u>	<u>61</u>	<u>1,498</u>	<u>1,666</u>	<u>2,839</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>(45)</u>	<u>3,033</u>
20	61	1,498	1,711	(194)
10,000	30,458	125,750	208,597	208,792
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 10,020</u>	<u>\$ 30,519</u>	<u>\$ 127,248</u>	<u>\$ 210,308</u>	<u>\$ 208,597</u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

SPECIAL PURPOSE FUNDS
GIFT AND GRANT FUNDS

SCHEDULE OF 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>Graham Kindergarten</u>	<u>Butler Picnic Fund</u>	<u>Depler Band Fund</u>	<u>Leadership Renewal Fund</u>
Cash receipts				
Local sources				
Dividends	\$ 0	\$ 56	\$ 0	\$ 0
Interest	17	60	139	0
Other	<u>0</u>	<u>50</u>	<u>0</u>	<u>0</u>
Total cash receipts	<u>17</u>	<u>166</u>	<u>139</u>	<u>0</u>
Expenditures				
Instruction				
Property	0	0	1,458	0
Student support services				
Other	<u>0</u>	<u>381</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>381</u>	<u>1,458</u>	<u>0</u>
Receipts over (under) expenditures	17	(215)	(1,319)	0
Unencumbered cash, July 1	<u>8,767</u>	<u>32,049</u>	<u>59,074</u>	<u>8,593</u>
Unencumbered cash, June 30	<u>\$ 8,784</u>	<u>\$ 31,834</u>	<u>\$ 57,755</u>	<u>\$ 8,593</u>

See Independent Auditor's Report.

Schedule 2 - S

<u>Adventure Program</u>	<u>KS Coordinated Health Grant</u>	<u>Project Base Learning</u>	<u>2017 Total</u>	<u>2016 Total</u>
\$ 0	0	\$ 0	\$ 56	\$ 69
0	0	0	216	216
<u>68</u>	<u>0</u>	<u>0</u>	<u>118</u>	<u>0</u>
<u>68</u>	<u>0</u>	<u>0</u>	<u>390</u>	<u>285</u>
0	0	0	1,458	2,922
<u>0</u>	<u>0</u>	<u>0</u>	<u>381</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>1,839</u>	<u>2,922</u>
68	0	0	(1,449)	(2,637)
<u>0</u>	<u>330</u>	<u>106</u>	<u>108,919</u>	<u>111,556</u>
<u>\$ 68</u>	<u>\$ 330</u>	<u>\$ 106</u>	<u>\$ 107,470</u>	<u>\$ 108,919</u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 2 - T

BOND AND INTEREST FUND
BOND AND INTEREST

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		2017		
	2016			Variance
	Actual	Actual	Budget	Over (Under)
Cash receipts				
Local sources				
Ad valorem tax	\$ 41,473	\$ 59	\$ 1,266	\$ (1,207)
Delinquent tax	5,312	4,972	45	4,927
County sources				
Motor vehicle tax	30,835	20,061	16,180	3,881
Recreational vehicle	478	672	250	422
Total cash receipts	<u>78,098</u>	<u>25,764</u>	<u>\$ 17,741</u>	<u>\$ 8,023</u>
Expenditures				
Debt service				
Interest	5,005	0	\$ 0	\$ 0
Principal	<u>385,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>390,005</u>	<u>0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Receipts over (under) expenditures	(311,907)	25,764		
Unencumbered cash, July 1	<u>447,949</u>	<u>136,042</u>		
Unencumbered cash, June 30	<u>\$ 136,042</u>	<u>\$ 161,806</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 3

AGENCY FUNDS
RECREATION COMMISSION AND STUDENT ORGANIZATION ACCOUNTS

SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS

For the Year Ended June 30, 2017

Fund	Unencumbered Cash Balance Beginning of Year	Cash Receipts	Cash Disbursements	Unencumbered Cash Balance End of Year
Recreation Commission	\$ 0	\$ 51,680	\$ 51,680	\$ 0
Student Organization Accounts				
Peabody-Burns Jr/Sr High School				
Adventure Club	328	5,758	2,687	3,399
Class of 2016	1,982	7,378	9,360	0
Class of 2017	5,659	1,854	7,513	0
Class of 2018	668	16,824	15,162	2,330
Class of 2019	0	1,658	212	1,446
Class of 2020	0	388	158	230
BPA	3,534	4,231	3,888	3,877
Cheerleading	5	8,212	8,124	93
Drama	1,156	1,366	1,565	957
Forensics	0	80	80	0
F.F.A.	3,858	23,352	23,414	3,796
F.C.C.L.A.	648	1,532	1,785	395
Misc. Activity	60	151	110	101
Prom	40	0	0	40
Jr. High student council	41	131	11	161
Jr. Class English	51	0	0	51
Road Warriors	629	0	0	629
Student council	358	1,887	1,733	512
Student Award Fund	36	894	458	472
T-shirts	95	0	0	95
Quiz Bowl	107	0	0	107
VoAg Projects	103	0	0	103
Vocal	4,447	1,801	1,105	5,143
Warrior band	3,950	10,559	8,554	5,955
Warrior soil/green house	6,153	6,655	6,297	6,511
TADA	0	85	70	15
Yearbook	3,842	0	0	3,842
Total Peabody High School	37,750	94,796	92,286	40,260

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 3

AGENCY FUNDS
RECREATION COMMISSION AND STUDENT ORGANIZATION ACCOUNTS

SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
For the Year Ended June 30, 2017

Fund	Unencumbered Cash Balance Beginning of Year	Cash Receipts	Cash Disbursements	Unencumbered Cash Balance End of Year
Peabody-Burns Elementary School				
Picture money	\$ 638	\$ 560	\$ 327	\$ 871
Music	7	135	142	0
After school adventures	0	553	553	0
Helping hands	821	100	38	883
Pre K	260	250	52	458
Kindergarten	141	200	117	224
1st Grade	190	210	190	210
2nd Grade	134	190	94	230
3rd Grade	1	110	111	0
4th Grade	1	100	66	35
5th Grade	352	90	228	214
Pre K - Non graded	0	520	520	0
Speech	2	0	0	2
Library	0	0	0	0
Team 398	50	0	0	50
	<u>2,597</u>	<u>3,018</u>	<u>2,438</u>	<u>3,177</u>
Total student organization accounts	\$ <u>40,347</u>	\$ <u>97,814</u>	\$ <u>94,724</u>	\$ <u>43,437</u>
Total agency funds	\$ <u>40,347</u>	\$ <u>149,494</u>	\$ <u>146,404</u>	\$ <u>43,437</u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 4

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended June 30, 2017

	<u>Cash Balance Beginning of Year</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Cash Balance End of Year</u>
Gate receipts				
Peabody High School				
Athletics	\$ <u>6,479</u>	\$ <u>28,894</u>	\$ <u>29,029</u>	\$ <u>6,344</u>
	<u>6,479</u>	<u>28,894</u>	<u>29,029</u>	<u>6,344</u>
School projects				
Peabody High School				
District Activity	18	41,375	40,810	583
Grants and Gifts	1,867	7,982	4,181	5,668
Channel 7 advertising	350	0	0	350
Dig Pink Fund Raiser	0	147	147	0
Team 398	180	140	0	320
Concession Stand	231	5	33	203
Flow thru	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>2,646</u>	<u>49,649</u>	<u>45,171</u>	<u>7,124</u>
Total district activity funds	\$ <u><u>9,125</u></u>	\$ <u><u>78,543</u></u>	\$ <u><u>74,200</u></u>	\$ <u><u>13,468</u></u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 5 - A

RELATED MUNICIPAL ENTITY
PEABODY-BURNS RECREATION COMMISSION - GENERAL

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2017

(With Comparative Actual Totals for the Prior Year Ended June 30, 2016)

		<u>2017</u>		
	<u>2016</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Cash receipts				
Local sources				
Ad valorem tax	\$ 42,882	\$ 47,472	\$ 43,245	\$ 4,227
Delinquent tax	613	803	686	117
Interest on idle funds	13	30	0	30
Other	4,284	680	0	680
Reimbursements	2,160	1,175	3,500	(2,325)
Fees for services	1,695	1,415	0	1,415
County sources				
Motor vehicle tax	3,142	3,357	2,962	395
Recreational vehicle tax	239	48	46	2
	<u>55,028</u>	<u>54,980</u>	<u>\$ 50,439</u>	<u>\$ 4,541</u>
Expenditures				
Community service operations				
Salaries				
Non-certified	18,540	19,415	\$ 16,500	\$ 2,915
Equipment and supplies	5,113	2,776	6,000	(3,224)
Caps/shirts	2,638	1,853	2,500	(647)
League fees	1,165	1,285	4,000	(2,715)
Swimming	750	1,250	1,250	0
Transportation	2,532	2,684	3,000	(316)
Umpires/officials/helpers	572	292	1,750	(1,458)
Lights	1,473	1,402	1,500	(98)
Special projects	24,376	18,873	19,050	(177)
Liability insurance	1,607	541	1,500	(959)
Printing and publications	1,984	2,025	2,500	(475)
Miscellaneous	126	338	450	(112)
Summer activities	2,389	1,175	0	1,175
	<u>63,265</u>	<u>53,909</u>	<u>60,000</u>	<u>(6,091)</u>
Legal fund budget & expenditures	63,265	53,909	60,000	(6,091)
Adjustment for qualifying budget credits	0	0	2,590	(2,590)
Total expenditures	<u>63,265</u>	<u>53,909</u>	<u>\$ 62,590</u>	<u>\$ (8,681)</u>
Receipts over (under) expenditures	(8,237)	1,071		
Unencumbered cash, July 1	<u>47,073</u>	<u>38,836</u>		
Unencumbered cash, June 30	\$ <u>38,836</u>	\$ <u>39,907</u>		

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 5 - B

RELATED MUNICIPAL ENTITY
PEABODY-BURNS EDUCATION ENDOWMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended June 30, 2017

	2016 Actual	2017 Actual
Cash receipts		
Local sources		
Interest and dividends	\$ 336	\$ 323
Realized gain	(239)	195
Unrealized gains (losses)	(364)	1,181
Contribution	0	40
Total cash receipts	(267)	1,739
Expenditures		
Administrative fee	174	114
Investment management fee	105	212
Total expenditures	279	326
Receipts over (under) expenditures	(546)	1,413
Unencumbered cash, July 1	16,075	15,529
Unencumbered cash, June 30	\$ 15,529	\$ 16,942

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 5 - C

RELATED MUNICIPAL ENTITY
PEABODY-BURNS HIGH SCHOOL ENDOWMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended June 30, 2017

	2016 Actual	2017 Actual
Cash receipts		
Local sources		
Interest and dividends	1,580	\$ 1,505
Realized gain	(1,124)	902
Unrealized gains (losses)	<u>(1,713)</u>	<u>5,513</u>
Total cash receipts	<u>(1,257)</u>	<u>7,920</u>
Expenditures		
Grants	182	616
Administrative fee	603	1,520
Investment management fee	<u>820</u>	<u>206</u>
Total expenditures	<u>1,605</u>	<u>2,342</u>
Receipts over (under) expenditures	(2,862)	5,578
Unencumbered cash, July 1	<u>75,607</u>	<u>72,745</u>
Unencumbered cash, June 30	<u>\$ 72,745</u>	<u>\$ 78,323</u>

See Independent Auditor's Report.

Peabody-Burns Unified School District Number 398

Schedule 6

**SCHEDULE OF INVESTMENTS
REGULATORY BASIS
June 30, 2017**

	<u>Book Value</u>	<u>Fair Value</u>
Stocks		
Butler Picnic		
#C21215 Devon Energy Corporation common stock, cusip #651639106, 22 shares	\$ 1,250	\$ 704
#CX137975 Newmont Mining Corporation common stock, cusip #25179M103, 46 shares	474	1,490
#MR005491 ChevronTexaco Corp. common stock, cusip #881694103, 10 shares	<u>202</u>	<u>1,043</u>
Total stocks	<u>\$ 1,926</u>	<u>\$ 3,237</u>

See Independent Auditor's Report.