

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

FINANCIAL STATEMENT

AND INDEPENDENT AUDITORS' REPORT

For the Year Ended June 30, 2017

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

For the Year Ended June 30, 2017

TABLE OF CONTENTS

	<u>Page Numbers</u>
Independent Auditors' Report.....	1
Statement 1 Summary Statement of Receipts, Expenditures and Unencumbered Cash Regulatory Basis.....	4
Notes to the Financial Statement.....	5

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

Schedule 1	Summary of Expenditures - Actual and Budget.....	15
Schedule 2	Schedules of Receipts and Expenditures - Regulatory Basis	

General Funds

2-1 General Fund.....	16
2-2 Supplemental General Fund.....	20

Special Purpose Funds

2-3 Capital Outlay Fund.....	22
2-4 Driver Training Fund.....	23
2-5 Food Service Fund.....	24
2-6 Special Education Fund.....	25
2-7 Vocational Education Fund.....	26
2-8 KPERS Fund.....	27
2-9 Preschool Gift Fund.....	28
2-10 Contingency Reserve Fund.....	29
2-11 Title I & Title II Fund.....	30
2-12 At Risk Fund.....	31
2-13 At Risk 4 Year Old Fund.....	32
2-14 EDCAPS Grant Fund.....	33
2-15 Textbook & Student Material Fund.....	34

Schedule 3	Summary of Receipts and Disbursements - Agency Funds.....	35
Schedule 4	Schedule of Receipts, Expenditures, and Unencumbered Cash District Activity Funds.....	36

ADDITIONAL INFORMATION

State Financial Assistance.....	38
Federal Financial Assistance.....	38

GUDENKAUF & MALONE, INC.

Shareholder

Pamela Gudenkauf, CPA

Certified Public Accountants
639 Main Street, P.O. Box 631
Russell, Kansas 67665
(785) 483-6220, Fax (785) 483-6221
email: accountants@gmbinc.net

Shareholder

James Malone, CPA

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Unified School District No. 299
Sylvan Grove, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Unified School District No. 299, Sylvan Grove, Kansas, a Municipality, 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 A; 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.

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, 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

As described in Note A of the financial statement, the financial statement is prepared by the Unified School District No. 299, Sylvan Grove, 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 A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis 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 the Unified School District No. 299 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 Unified School District No. 299 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 A.


Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis of 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; schedule of regulatory basis receipts and expenditures-agency funds; and schedules of regulatory basis receipts, expenditures, and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards

generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

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 was not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated November 23, 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://www.admin.ks.gov/offices/chief-financial-officer/municipal-services>. 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 A.


Gudenkauf & Malone, Inc.

November 10, 2017

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended June 30, 2017

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUNDS							
General Fund	\$ 7,058	\$ -	\$ 2,175,874	\$ 2,182,733	\$ 199	\$ 160,947	\$ 161,146
Supplemental General Fund	13,009	16	513,129	451,963	74,191	41,097	115,288
Total General Funds	20,067	16	2,689,003	2,634,696	74,390	202,044	276,434
SPECIAL PURPOSE FUNDS							
Capital Outlay Fund	299,766	-	216,364	196,459	319,671	7,614	327,285
Driver Training Fund	4,828	-	2,518	4,096	3,250	-	3,250
Food Service Fund	27,923	-	192,401	183,044	37,280	1,818	39,098
Special Education Fund	64,080	-	435,418	416,161	83,337	-	83,337
Vocational Education Fund	34,123	-	100,019	99,143	34,999	14,711	49,710
KPERS Fund	-	-	102,089	102,089	-	-	-
Preschool Gift Fund	441	-	-	91	350	-	350
Contingency Reserve Fund	138,411	-	-	-	138,411	-	138,411
Title I & Title II Fund	-	-	46,982	46,981	1	8,988	8,989
At Risk Fund	32,383	-	82,074	79,468	34,989	13,251	48,240
At Risk 4 Year Old Fund	10,000	-	26,215	26,215	10,000	584	10,584
EDCAPS Grant Fund	(3,329)	-	18,529	15,190	10	-	10
Textbook & Student Material Fund	9,246	-	9,802	8,413	10,635	5,410	16,045
District Funds	20,192	-	75,240	66,191	29,241	-	29,241
Total Special Purpose Funds	638,064	-	1,307,651	1,243,541	702,174	52,376	754,550
Total Reporting Entity (Excluding Agency Funds)	\$ 658,131	\$ 16	\$ 3,996,654	\$ 3,878,237	\$ 776,564	\$ 254,420	\$ 1,030,984
							Cash on Hand \$ 202
							Cash in Bank, Bennington State 734,828
							Money Markets, Bennington State 132,451
							Certificates of Deposit 200,000
							Total Cash 1,067,481
							Less: Agency Funds Per Schedule 3 (36,497)
							Total Reporting Entity (Excluding Agency Funds) \$ 1,030,984

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

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

Unified School District No. 299 is a municipal corporation governed by an elected seven member board.

The regulatory financial statement presents USD 299 (the municipality) and does not include any Related Municipal Entities.

Regulatory Basis Fund Types

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

Special Purpose Fund - Used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

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

Business Fund - Funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund, etc.)

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

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

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. 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.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's 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. Any unused budgeted expenditure authority lapses at year end.

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

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

Textbook & Student Material Fund	Contingency Reserve Fund
District Funds	Title I & II Funds
Preschool Gift Fund	EDCAPS Grant 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.

Reimbursements

A reimbursement is an expenditure initially made in one fund, but properly attributable to another fund. For example, it is common for the general fund to pay a vendor's bill and have portions of it reimbursed by other funds. In accounting for such reimbursements, USD 299 records an expenditure in the reimbursing fund, and a reduction of expenditure in the reimbursed fund, following the authoritative guidance provided under KMAAG regulatory basis accounting.

Property Taxes

The determination of assessed valuations and the collection 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 based on real estate transactions recorded by the Register of Deeds and personal property transactions reported by taxpayers. 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 state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Property taxes are assessed on a calendar year basis and become a lien on property on November 1 of each year. The taxes are due one-half on December 20th and one-half the following May 10th. Any taxes unpaid at the due dates are considered delinquent.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current operation of the District and therefore are not susceptible to accrual.

Undistributed taxes from the prior year levy are recognized as income in the current year. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statement taken as a whole.

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE B - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statute

K.S.A. 10-1113 requires no indebtedness be created for a fund in excess of available monies in that fund. An individual District Activity fund has a deficit cash balance at year end, it is Volleyball \$43. An individual student organization fund has a deficit cash balance at year end, it is Class 2017 \$57, this was reimbursed back to the fund in the next fiscal year.

USD 299 has no other non-compliance with Kansas statutes that we are aware of.

NOTE C - DEPOSITS & INVESTMENTS

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

At June 30, 2017, the District's carrying amount of deposits was \$1,067,481, and the bank balance was \$933,530. The difference between the carrying amount and the bank balance is outstanding checks and deposits. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and \$683,530 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 to be adequately secured.

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE D - IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$151,924 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.

NOTE E - INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	At Risk 4-Year Old	KSA 72-6428	\$ 11,151
General Fund	Food Service	KSA 72-6428	28,977
General Fund	Special Education	HSSB 7	258,009
General Fund	Vocational Education	KSA 72-6428	39,672
General Fund	At Risk	KSA 72-6428	33,824
General Fund	KPERS	HSSB 7	102,089
Supplemental General Fund	Food Service	KSA 72-6433	15,000
Supplemental General Fund	Special Education	KSA 72-6433	160,756
Supplemental General Fund	Vocational Education	KSA 72-6433	60,347
Supplemental General Fund	At Risk	KSA 72-6433	48,250
Supplemental General Fund	At Risk 4-Year Old	KSA 72-6433	15,064

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

Termination Benefits. The District provides an early retirement program for certain eligible employees. An employee is eligible for early retirement if the following conditions are met:

1. The employee is between 52 and 60 years of age.
2. The employee has ten years or more of employment service with the District.

Those eligible under this program will receive half of their final salary in three installments:

1. The first year the employee will receive 40%.
2. The second year the employee will receive 35%.
3. The third year the employee will receive 25%.

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE F - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - CONTINUED

Early retirement benefits paid for the year ending June 30, 2017, was \$88,648. The following is a schedule by years for future payments under the district's early retirement plan for the years ending June 30:

2018: \$6,177

Compensated Absences. All employees of the District receive 10 days of sick leave each year and may accumulate up to 60 days.

Certified employees of the District with 10 years or more of service who leave voluntarily or retire are eligible to be paid for up to 60 unused sick leave days upon leaving the district. For 10-14 years of employment, employees will receive \$20 per day of sick leave; for 15-19 years, employees will receive \$30 per day of sick leave; and for 20 years or more of service, employees will receive \$40 per day of sick leave. The District does not pay accumulated sick leave for classified employees when leaving or retiring.

The District had six employees with an accumulation of 605 days of unused sick leave for an estimated liability of \$12,143.

NOTE G - DEFINED BENEFIT PENSION PLAN (KPERS)

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 66603-3869) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rate for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation of annual increases in the employer contribution rates. The actuarially determined

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE G - DEFINED BENEFIT PENSION PLAN (KPERS) - CONTINUED

employer contribution rate (not including the 1% through March 31, 2016 with a 0% moratorium until June 30, 2017 contribution rate for the Death and Disability Program) and the statutory contribution 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 2017 Senate Substitute for Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 in FY 2017. Section 34(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in FY 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$164,041 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 \$2,359,160. 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 with KPERS for the fiscal year ended June 30, 2016. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE H - CLAIMS AND JUDGEMENTS

The District participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government.

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS
NOTES TO THE FINANCIAL STATEMENT
For the Year Ended June 30, 2017

NOTE H - CLAIMS AND JUDGEMENTS – CONTINUED

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 continues to carry commercial insurance for these potential risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

During the ordinary course of its operations, the District is a party to various claims, legal actions and complaints. It is the opinion of the District's management and legal counsel that these matters are not anticipated to have a material financial impact on the District.

NOTE I - RELATED PARTY TRANSACTIONS

In a governmental entity, related parties include members of the governing body, board members, administrative officials, and immediate families of administrative officials, board members, and members of the governing body. Required disclosures on related party transactions do not include compensation arrangements, expense allowance and similar items incurred in the ordinary course of operations. The following are not required to be reported, but are presented for information only.

	<u>2016-2017</u>
City of Sylvan	5,654
Jude Stecklein, Superintendent, spouse is an employee	
Home Oil	25,568
Marc Lovin, board member, is the owner	
US Postal Service	715
Laura Griffiths, board member, is the postmaster	

NOTE J – SUBSEQUENT EVENTS

In September the board approved to purchase a new 2017 Type A Collins bus for \$54,739.69.

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

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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

Note K - Long-Term Debt

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Capital leases payable									
2013 53-passenger bus	N/A	9/2012	68,039	9/2017	12,704	-	12,704	-	902
Bleachers	N/A	7/2013	121,943	6/2014	40,647	-	40,647	-	2,122
2 Sharp copies	N/A	7/2013	22,200	6/2023	9,620	-	4,440	5,180	-
2012 Thomas Saf-T-Liner	N/A	7/2013	67,000	6/2017	26,800	-	13,400	13,400	885
2011 Buss	N/A	8/2014	62,500	8/2019	50,000	-	12,500	37,500	1,109
Total Long-Term Debt					<u>139,771</u>	<u>-</u>	<u>83,691</u>	<u>56,080</u>	<u>5,018</u>

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

	FYE 6/30/18	FYE 6/30/19	FYE 6/30/20	FYE 6/30/21	Total
PRINCIPAL					
2012 72-passenger bus	-	-	-	-	-
2013 53-passenger bus	-	-	-	-	-
iPads	-	-	-	-	-
Bleachers	-	-	-	-	-
2 Sharp copies	4,440	740	-	-	5,180
2012 53-passenger bus	13,400	-	-	-	13,400
2011 53-passenger bus	<u>12,500</u>	<u>12,500</u>	<u>12,500</u>	<u>-</u>	<u>37,500</u>
TOTAL PRINCIPAL	30,340	13,240	12,500	-	56,080
INTEREST					
2012 72-passenger bus	-	-	-	-	-
2013 53-passenger bus	-	-	-	-	-
iPads	-	-	-	-	-
Bleachers	-	-	-	-	-
2 Sharp copies	-	-	-	-	-
2012 53-passenger bus	885	-	-	-	885
2011 53-passenger bus	<u>1,109</u>	<u>1,109</u>	<u>1,109</u>	<u>-</u>	<u>3,327</u>
TOTAL INTEREST	1,994	1,109	1,109	-	4,212
TOTAL PRINCIPAL & INTEREST	32,334	14,349	13,609	-	60,292

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED

JUNE 30, 2017

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis
For the Year Ended June 30, 2017

Funds	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 FUNDS						
General Fund	\$ 2,276,742	\$ (93,810)	\$ -	\$ 2,182,932	\$ 2,182,733	\$ (199)
Supplemental General Fund	500,000	-	-	500,000	451,963	(48,037)
		-				
SPECIAL PURPOSE FUNDS						
Capital Outlay Fund	295,000	-	-	295,000	196,459	(98,541)
Driver Training Fund	6,178	-	-	6,178	4,096	(2,082)
Food Service Fund	256,297	-	-	256,297	183,044	(73,253)
Special Education Fund	539,080	-	-	539,080	416,161	(122,919)
Vocational Education Fund	134,124	-	-	134,124	99,143	(34,981)
KPERS Fund	178,138	-	-	178,138	102,089	(76,049)
At Risk Fund	182,383	-	-	182,383	79,468	(102,915)
At Risk 4 Year Old Fund	50,000	-	-	50,000	26,215	(23,785)

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

GENERAL FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
General property taxes				
Mineral tax	\$ 80	\$ -	\$ -	\$ -
Intergovernmental revenues				
State equalization aid	1,839,649	1,839,479	1,843,604	(4,125)
Special education aid	219,584	234,306	255,000	(20,694)
KPERS state aid	105,493	102,089	178,138	(76,049)
Supplemental general	66,548	-	-	-
Other				
Reimbursements	5,157	-	-	-
Total Cash Receipts	2,236,511	2,175,874	2,276,742	(100,868)
Expenditures and transfers subject to legal max budget				
Instruction				
Certified salaries	545,471	591,431	595,272	(3,841)
Non-certified salaries	3,940	-	5,000	(5,000)
Employee insurance	58,496	54,298	70,000	(15,702)
Social security	31,342	44,361	35,000	9,361
Other employee benefit	7,742	2,644	80,000	(77,356)
Employer benefit expense	72,448	61,129	-	61,129
Purchased professional/technical services	27,150	51,475	28,000	23,475
Communications	432	5,577	-	5,577
Textbooks	307	-	5,000	(5,000)
Supplies	14,013	9,951	17,000	(7,049)
Property	14,865	10,103	15,000	(4,897)
Other	5,665	5,926	10,000	(4,074)
Total instruction	781,871	836,895	860,272	(23,377)
Student support services				
Certified salaries	5,999	6,594	10,000	(3,406)
Other employee benefit	25	-	-	-
Purchased professional/technical services	-	2,498	1,675	823
Supplies	571	35	15,000	(14,965)
Total student support services	6,595	9,127	26,675	(17,548)

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

GENERAL FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Expenditures and transfers - continued				
Instruction support staff				
Certified salaries	12,180	21,599	-	21,599
Non-certified salaries	33,985	50,275	50,000	275
Social security	2,349	4,259	5,000	(741)
Other employee benefit	5,825	11,697	7,000	4,697
Purchased professional/technical services	118	187	15,000	(14,813)
Books/periodicals	49	438	-	438
Audiovisual/instructional software	15,405	12,315	-	12,315
Property	430	1,125	1,000	125
Total instruction support staff	70,341	101,895	78,000	23,895
General administration				
Certified salaries	45,000	46,250	45,000	1,250
Non-certified salaries	41,958	41,660	40,000	1,660
Employee insurance	9,957	12,963	9,957	3,006
Social security	6,682	6,756	5,000	1,756
Other employee benefit	682	731	-	731
Purchased professional/technical services	20,791	9,394	20,000	(10,606)
Other	12,448	9,066	10,000	(934)
Total general administration	137,518	126,820	129,957	(3,137)
School administration				
Certified salaries	92,500	106,250	85,000	21,250
Non-certified salaries	40,294	42,290	30,000	12,290
Social security	9,859	11,154	10,000	1,154
Other employee benefit	36,545	44,651	33,000	11,651
Professional & technical service	23,194	20,106	20,000	106
Communications	6,765	4,239	6,000	(1,761)
Supplies	1,153	924	1,000	(76)
Other	661	1,594	2,000	(406)
Total school administration	210,971	231,208	187,000	44,208

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

GENERAL FUND

	2016 Actual	2017		Variance Over (Under)
		Actual	Budget	
Expenditures and transfers - continued				
Operations and maintenance				
Non-certified salaries	49,708	53,898	40,000	13,898
Employee insurance	-	-	15,000	(15,000)
Social security	5,232	5,585	5,000	585
Other employee benefit	13,415	14,014	-	14,014
Professional & technical service	24,899	29,050	22,000	7,050
Water/sewer	14,706	9,709	13,000	(3,291)
Insurance	51,139	52,704	40,000	12,704
Heat & electricity	74,460	77,713	65,000	12,713
General supplies	14,402	13,855	15,000	(1,145)
Motor fuel-not school bus	922	1,082	9,200	(8,118)
Equipment and furniture	1,463	2,069	1,500	569
Total operations and maintenance	250,346	259,679	225,700	33,979
Vehicle operating services				
Non-certified salaries	66,319	59,633	70,000	(10,367)
Social security	5,073	4,546	5,000	(454)
Other employee benefits	1,263	1,247	13,000	(11,753)
Insurance	2,714	8,465	2,000	6,465
Purchased professional & technical services	25,657	31,014	30,000	1,014
Motor fuel	31,088	32,538	32,000	538
Supplies	9,128	5,944	44,000	(38,056)
Total vehicle operating services	141,242	143,387	196,000	(52,613)
Transfers				
Supplemental general	66,548	-	-	-
Driver training	6,102	-	-	-
At risk (4 year old)	30,660	11,151	-	11,151
Food service	39,992	28,977	30,000	(1,023)
Special education	272,033	258,009	255,000	3,009
Vocational education	48,792	39,672	50,000	(10,328)
KPERs	105,493	102,089	178,138	(76,049)
Activity fund	8,000	-	-	-
At risk	58,725	33,824	60,000	(26,176)
Total transfers	636,345	473,722	573,138	(99,416)

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

GENERAL FUND

	2016 Actual	2017		Variance Over (Under)
		Actual	Budget	
Total Expenditures and Transfers Subject to Legal Max Budget	2,235,229	2,182,733	2,276,742	(94,009)
Adjustment to comply with Legal Max Budget	-	-	(93,810)	93,810
Legal General Fund Budget	2,235,229	2,182,733	<u>\$ 2,182,932</u>	<u>\$ (199)</u>
Receipts over (under) expenditures	1,282	(6,859)		
Unencumbered cash, beginning	<u>4,125</u>	<u>7,058</u>		
Cancelled Encumbrance	<u>1,651</u>	-		
Unencumbered cash, ending	<u>\$ 7,058</u>	<u>\$ 199</u>		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

SUPPLEMENTAL GENERAL FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Ad valorem tax	\$ 408,045	\$ 474,613	\$ 13,057	\$ 461,556
Delinquent tax	2,082	7,483	3,542	3,941
Motor vehicle tax	32,002	30,977	9,983	20,994
Mineral tax	-	56	-	56
Other	1,726	-	-	-
Transfer from general	66,548	-	-	-
Total Cash Receipts	510,403	513,129	26,582	486,547
Expenditures and Transfers				
Instructional				
Certified salaries	120,859	47,248	130,000	(82,752)
Employee benefits	19,023	22,162	25,000	(2,838)
Social security	6,659	100	10,000	(9,900)
Purchased professional services	30,000	400	50,000	(49,600)
Teaching supplies	14,721	18,733	15,000	3,733
Property	7,207	17,192	50,000	(32,808)
Other	886	12,123	20,000	(7,877)
Total Instructional	199,355	117,958	300,000	(182,042)
Student Support				
Property	77,904	34,588	40,000	(5,412)
Other	-	-	-	-
Total Student Support	77,904	34,588	40,000	(5,412)

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

SUPPLEMENTAL GENERAL FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Transfers				-
At risk	67,167	48,250	-	48,250
At risk (4 year old)	4,959	15,064	-	15,064
Food service	11,272	15,000	-	15,000
Vocational education	62,431	60,347	30,000	30,347
Activity Fund	7,000	-	-	-
Special education	123,548	160,756	130,000	30,756
Total Transfers	276,377	299,417	160,000	139,417
Total Expenditures and Transfers	553,636	451,963	500,000	(48,037)
Adjustment to comply with Legal Max Budget	-	-	-	-
Legal Supplemental General Fund Budget	553,636	451,963	\$ 500,000	\$ (48,037)
Receipts over (under) expenditures	(43,233)	61,166		
Unencumbered cash, beginning	56,242	13,009		
Prior Year Cancelled Encumbrance	-	16		
Unencumbered cash, ending	\$ 13,009	\$ 74,191		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

CAPITAL OUTLAY FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
General property tax				
Ad valorem property taxes	\$ 137,366	\$ 177,280	\$ 188,209	\$ (10,929)
Delinquent tax	440	1,791	1,802	(11)
Motor vehicle tax	2,497	8,001	5,078	2,923
Other				
Interest	2,110	2,395	-	2,395
Other	243,543	26,897	-	26,897
Total Cash Receipts	<u>385,956</u>	<u>216,364</u>	<u>\$ 195,089</u>	<u>\$ 21,275</u>
Expenditures				
Instructional property	64,078	35,985	70,000	(34,015)
Support services property	-	524	119	405
Instructional support staff	-	-	12,000	(12,000)
General administration property	-	-	100,000	(100,000)
School administration property	-	-	-	-
Operations & maintenance property	428,095	156,183	100,000	56,183
Transportation property	13,609	3,767	12,881	(9,114)
Total Expenditures	<u>505,782</u>	<u>196,459</u>	<u>\$ 295,000</u>	<u>\$ (98,541)</u>
Adjustment for Qualifying Budget Credit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital Outlay Budget	<u>505,782</u>	<u>196,459</u>	<u>295,000</u>	<u>(98,541)</u>
Receipts over (under) expenditures	(119,826)	19,905		
Unencumbered cash, beginning	<u>419,592</u>	<u>299,766</u>		
Unencumbered cash, ending	<u>\$ 299,766</u>	<u>\$ 319,671</u>		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

DRIVER TRAINING FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
State aid	\$ 952	\$ 1,408	\$ 1,350	\$ 58
Tuition	739	1,110	-	1,110
Transfer from general	6,102	-	-	-
Transfer from supplemental general	-	-	-	-
Total Cash Receipts	<u>7,793</u>	<u>2,518</u>	<u>\$ 1,350</u>	<u>\$ 1,168</u>
Expenditures				
Instruction				
Salaries	2,266	2,915	4,000	(1,085)
Social security	173	223	500	(277)
Other employee benefit	2	3	-	3
Professional & technical services	<u>342</u>	<u>620</u>	<u>500</u>	<u>120</u>
Total instruction	2,783	3,761	5,000	(1,239)
Vehicle operation and maintenance				
Motor fuel	<u>182</u>	<u>335</u>	<u>1,178</u>	<u>(843)</u>
Total vehicle operation/maintenance	<u>182</u>	<u>335</u>	<u>1,178</u>	<u>(843)</u>
Total Expenditures	<u>2,965</u>	<u>4,096</u>	<u>\$ 6,178</u>	<u>\$ (2,082)</u>
Receipts over (under) expenditures	4,828	(1,578)		
Unencumbered cash, beginning	-	<u>4,828</u>		
Unencumbered cash, ending	<u>\$ 4,828</u>	<u>\$ 3,250</u>		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

FOOD SERVICE FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Intergovernmental revenues				
State aid	\$ 1,785	\$ 1,558	\$ 1,684	\$ (126)
Federal aid	85,917	90,080	67,772	22,308
Other revenues				
Lunch/breakfast - students	51,091	49,687	91,308	(41,621)
Miscellaneous	650	777	30,000	(29,223)
Lunch sales - adults	4,739	6,322	7,710	(1,388)
Transfer from general fund	39,992	28,977	30,000	(1,023)
Transfer from supplemental general	11,272	15,000	-	15,000
Total Cash Receipts	<u>195,446</u>	<u>192,401</u>	<u>\$ 228,474</u>	<u>\$ (36,073)</u>
Expenditures				
Food service operation				
Salaries	81,897	80,210	100,000	(19,790)
Social security	6,127	6,011	30,000	(23,989)
Other employee benefits	19,410	19,153	80,000	(60,847)
Food and milk	68,862	70,168	8,000	62,168
Supplies	88	431	8,297	(7,866)
Property	9,916	5,299	20,000	(14,701)
Other	1,518	1,772	10,000	(8,228)
Total Expenditures	<u>187,818</u>	<u>183,044</u>	<u>\$ 256,297</u>	<u>\$ (73,253)</u>
Receipts over (under) expenditures	7,628	9,357		
Unencumbered cash, beginning	<u>20,295</u>	<u>27,923</u>		
Unencumbered cash, ending	<u>\$ 27,923</u>	<u>\$ 37,280</u>		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

SPECIAL EDUCATION FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Other revenue	\$ -	\$ -	\$ 60,000	\$ (60,000)
Medicaid	5,388	16,653	30,000	(13,347)
Transfer from general fund	272,033	258,009	255,000	3,009
Transfer from supplemental general	123,548	160,756	130,000	30,756
Total Cash Receipts	400,969	435,418	\$ 475,000	\$ (39,582)
Expenditures				
Instruction				
Payment to Special Ed. Co-op	379,302	411,802	450,000	(38,198)
Other	80	2,950	79,080	(76,130)
Non-certified instruction	-	315	-	315
Social security	-	24	-	24
Total instruction	379,382	415,091	529,080	(113,989)
Vehicle operating service				
Motor fuel	369	557	10,000	(9,443)
Supplies	-	513	-	513
Total vehicle operating service	369	1,070	10,000	(8,930)
Total Expenditures	379,751	416,161	\$ 539,080	\$ (122,919)
Receipts over (under) expenditures	21,218	19,257		
Unencumbered cash, beginning	42,862	64,080		
Unencumbered cash, ending	\$ 64,080	\$ 83,337		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

VOCATIONAL EDUCATION FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Other revenue	\$ 123	\$ -	\$ 20,000	\$ (20,000)
Transfer from general	48,791	39,672	50,000	(10,328)
Transfer from supplemental general	62,431	60,347	30,000	30,347
Total Cash Receipts	111,345	100,019	\$ 100,000	\$ 19
Expenditures				
Certified salaries	69,863	71,860	70,000	1,860
Non-certified salaries	2,174	9,913	3,000	6,913
Social security	5,335	6,112	6,000	112
Employee benefits	675	875	55,124	(54,249)
Other purchased services	696	247	-	247
Other employee benefits	9,733	10,136	-	10,136
Total Expenditures	88,476	99,143	\$ 134,124	\$ (34,981)
Receipts over (under) expenditures	22,869	- 876		
Unencumbered cash, beginning	11,254	34,123		
Unencumbered cash, ending	\$ 34,123	\$ 34,999		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

KPERS FUND

		2017		Variance
	2016 Actual	Actual	Budget	Over Under
Cash receipts				
Transfer from general	<u>105,493</u>	<u>102,089</u>	<u>178,138</u>	<u>(76,049)</u>
Total Receipts	<u>105,493</u>	<u>102,089</u>	<u>178,138</u>	<u>(76,049)</u>
Expenditures				
Employee benefits	<u>105,493</u>	<u>102,089</u>	<u>178,138</u>	<u>(76,049)</u>
Total Expenditures	<u>105,493</u>	<u>102,089</u>	<u>\$ 178,138</u>	<u>\$ (76,049)</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning	-	-		
Unencumbered cash, ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

PRESCHOOL GIFT FUND

	2016 Actual	2017 Actual
Cash receipts		
Revenue	\$ -	\$ -
Cash expenditures		
Supplies	149	91
Other	44	-
Total Expenditures	193	91
Receipts over (under) expenditures	(193)	(91)
Unencumbered cash, beginning	634	441
Unencumbered cash, ending	\$ 441	\$ 350

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

CONTINGENCY RESERVE FUND

	2016 Actual	2016 Actual
Cash receipts		
Transfer from general	\$ -	\$ -
Expenditures	-	-
Receipts over (under) expenditures	-	-
Unencumbered cash, beginning	138,411	138,411
Unencumbered cash, ending	\$ 138,411	\$ 138,411

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

TITLE I, TITLE II-A FUND

	2016 Actual	2017 Actual
Cash receipts		
Federal aid	\$ 46,151	\$ 46,982
Expenditures		
Instruction		
Certified salaries	28,158	27,099
Social security	1,229	1,389
Other employee benefits	5,385	7,323
Purchased professional services	5,080	4,416
Property	-	2,250
Supplies	6,299	4,504
Total Expenditures	46,151	46,981
Receipts over (under) expenditures	-	1
Unencumbered cash, beginning	(257)	-
Cancelled Encumbrances	257	-
Unencumbered cash, ending	\$ -	\$ 1

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

AT RISK FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Other Federal Aid	\$ -	\$ -	\$ 90,000	\$ (90,000)
Transfer from general	58,725	33,824	60,000	(26,176)
Transfer from supplemental general	67,167	48,250	-	48,250
Total Cash Receipts	125,892	82,074	150,000	(67,926)
Expenditures				
Certified salary	83,479	63,941	-	63,941
Non-certified salary	-	-	90,000	(90,000)
Employee insurance	10,741	10,061	45,000	(34,939)
Social security	6,164	4,807	10,000	(5,193)
Other employee benefits	3,125	659	5,000	(4,341)
Other supplies	-	-	32,383	(32,383)
Total Expenditures	103,509	79,468	\$ 182,383	\$ (102,915)
Receipts over (under) expenditures	22,383	2,606		
Unencumbered cash, beginning	10,000	32,383		
Unencumbered cash, ending	\$ 32,383	\$ 34,989		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

AT RISK (4 YEAR OLD) FUND

		2017		Variance
	2016	Actual	Budget	Over
	Actual			(Under)
Cash receipts				
Miscellaneous	\$ -	\$ -	\$ 40,000	\$ (40,000)
Transfer from general	30,660	11,151	-	11,151
Transfer from supplemental general	4,959	15,064	-	15,064
Total Cash Receipts	<u>35,619</u>	<u>26,215</u>	<u>\$ 40,000</u>	<u>\$ (13,785)</u>
Expenditures				
Non-certified salary	17,657	17,910	25,000	(7,090)
Employee insurance	6,375	6,685	10,000	(3,315)
Social security	1,271	1,304	5,000	(3,696)
Employees benefits	300	300	1,000	(700)
Other	16	16	9,000	(8,984)
Total Expenditures	<u>25,619</u>	<u>26,215</u>	<u>\$ 50,000</u>	<u>\$ (23,785)</u>
Receipts over (under) expenditures	10,000	-		
Unencumbered cash, beginning	<u>-</u>	<u>10,000</u>		
Unencumbered cash, ending	<u>\$ 10,000</u>	<u>\$ 10,000</u>		

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

EDCAPS GRANT FUND

	2016 Actual	2017 Actual
Cash receipts		
Grant revenue	\$ 16,640	\$ 18,529
Expenditures		
Other	-	5,400
Supplies	-	217
Property	19,969	9,573
Total Expenditures	19,969	15,190
Receipts over (under) expenditures	(3,329)	3,339
Unencumbered cash, beginning	-	(3,329)
Unencumbered cash, ending	\$ (3,329)	\$ 10

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

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)

TEXTBOOK & STUDENT MATERIAL FUND

	2016 Actual	2017 Actual
Cash Receipts		
Rental fees & books	\$ 10,300	\$ 9,802
Expenditures	3,445	8,413
Receipts over (under) expenditures	6,855	1,389
Unencumbered cash, beginning	2,391	9,246
Unencumbered cash, ending	\$ 9,246	\$ 10,635

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

SUMMARY OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis
For the Year Ended June 30, 2017

AGENCY FUNDS
STUDENT ORGANIZATIONS

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Clubs				
FCA	2,964	194	375	2,783
FFA	2,555	19,250	14,656	7,149
STUCO	2,045	6,781	7,670	1,156
High School Cheerleaders	5,278	7,763	9,077	3,964
Junior High Cheerleaders	522	124	463	183
Junior High Class	331	210	492	49
Junior High Scholars' Bowl	121	176	198	99
Kay	2,836	3,192	2,851	3,177
National Honor Society	161	966	873	254
Scholars' Bowl	116	285	262	139
Speech	1,332	2,334	2,249	1,417
Stang Gang Donors	402	-	37	365
Graduating Classes				
Class of 2017	10,588	410	11,055	(57)
Class of 2018	4,068	22,054	18,173	7,949
Class of 2019	2,338	11,192	6,420	7,110
Class of 2020	-	3,762	3,002	760
Total student organization funds	<u>\$ 35,657</u>	<u>\$ 78,693</u>	<u>\$ 77,853</u>	<u>\$ 36,497</u>

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH

Regulatory Basis
For the Year Ended June 30, 2016

DISTRICT ACTIVITY FUNDS

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
Athletics							
Athletics	\$ -	\$ -	\$ 28,605	\$ 28,605	\$ -	\$ -	\$ -
Vending Machine	1,848	-	674	606	1,916	-	1,916
Volleyball Fund	20	-	2,215	2,278	(43)	-	(43)
Cross Country	-	-	496	434	62	-	62
Total Athletics	1,868	-	31,990	31,923	1,935	-	1,935
Shop							
Shop	-	-	7,475	7,092	383	-	383
Viscual Communications	4,178	-	6,520	6,992	3,706	-	3,706
FASC	-	-	1,646	1,370	276	-	276
Total Shop	4,178	-	15,641	15,454	4,365	-	4,365
Music							
Band/Chorus	(449)	-	4,507	3,470	588	-	588
Jr High Music Festival	864	-	576	532	908	-	908
Musical/Play	891	-	3,245	3,367	769	-	769
Total Music	1,306	-	8,328	7,369	2,265	-	2,265
Annual							
Yearbook	1,374	-	3,130	901	3,603	-	3,603
Mustang Area	41	-	-	-	41	-	41
Total Annual	1,415	-	3,130	901	3,644	-	3,644
Miscellaneous							
General	4,934	-	10,660	4,397	11,197	-	11,197
GS & HS Library	-	-	-	-	-	-	-
Store Donations	2,191	-	70	564	1,697	-	1,697
Library Donations	152	-	3,138	3,062	228	-	228
Return Check Amounts	-	-	-	-	-	-	-
Total Miscellaneous	7,277	-	13,868	8,023	13,122	-	13,122
Grade School	3,644	-	2,281	2,521	3,404	-	3,404
After School Program	504	-	2	-	506	-	506
Total District Activity Funds	\$ 20,192	\$ -	\$ 75,240	\$ 66,191	\$ 29,241	\$ -	\$ 29,241

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

ADDITIONAL INFORMATION

FOR THE YEAR ENDED

JUNE 30, 2017

UNIFIED SCHOOL DISTRICT NO. 299, SYLVAN GROVE, KANSAS

For the Year Ended June 30, 2017

STATE FINANCIAL ASSISTANCE

Food Service Fund	\$	1,558
General Fund		2,175,874
Driver's Education Fund		1,408
Miscellaneous		<u>300</u>
Total state financial assistance	\$	<u><u>2,179,140</u></u>

FEDERAL FINANCIAL ASSISTANCE

Food Service Fund	\$	90,080
Title I and Title II		<u>46,982</u>
Total federal financial assistance	\$	<u><u>137,062</u></u>