

**SMOKY HILL CENTRAL KANSAS EDUCATION SERVICE CENTER
Interlocal School District No. 629**

FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANT

June 30, 2010

**SMOKY HILL CENTRAL KANSAS EDUCATION SERVICE CENTER
Interlocal School District No. 629**

FINANCIAL STATEMENTS
For the Year Ended June 30, 2010

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Report of Independent Certified Public Accountant

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 1

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH - STATUTORY BASIS
For the Year Ended June 30, 2010

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Payable	Ending Cash Balance
Governmental type funds						
General funds						
General	\$ 424,397	\$ 1,066,801	\$ 918,456	\$ 572,742	\$ 49,476	\$ 622,217
Special revenue funds						
Professional Development	-	348,081	348,081	-	192	192
ITBS Scanning	-	9,475	9,475	-	-	-
Volume Purchasing - Software	-	17,201	17,201	-	-	-
Volume Purchasing - Hardware	-	6,399	18,660	(12,261)	12,261	-
Volume Purchasing	-	45,873	45,873	-	-	-
Teacher Enhancement & Retention Program	-	9,862	9,862	-	-	-
Environmental Compliance	-	32,234	32,234	-	-	-
Capital Outlay	-	77,750	47,285	30,465	-	30,465
E-Rate	-	42,574	42,574	-	-	-
PowerSchool	-	13,349	13,349	-	-	-
Integrated Instruction Technology Program	-	48,545	48,545	-	-	-
Information Technology Program	-	68,655	68,655	-	-	-
Carl Perkins I	27	161,526	161,526	27	546	573
Carl Perkins Title I Reserve	(5,477)	5,477	-	-	-	-
KELC Grant	-	9,956	10,198	(242)	-	(242)
Infant Child Development	-	7,554	7,554	-	-	-
Project CURB	-	115,153	115,153	-	636	636
FLAP Grant	-	2,875	2,875	-	-	-
Math Program FY 2003	-	5,745	5,745	-	441	441
Parents as Teachers	30	15,231	15,231	30	796	826
Title IV - Safe and Drug Free Schools	-	25,262	25,262	-	-	-
Fast ForWord	-	39,721	39,721	-	-	-
ALP	-	83,904	83,904	-	-	-
Dickinson County Learning Exchange Charter School	30,502	99,375	129,877	-	-	-
The Learning Center @ Dickinson Co Learning Exchange	-	48,531	48,531	-	165	165
The Learning Center @ Smoky Hill Education Service Ctr	39,202	574,405	564,226	49,380	(165)	49,215
Smith County Learning Center	-	232,365	232,365	-	-	-
St. Francis Academy - Ellsworth Juvenile Detention	-	296,888	296,888	-	-	-
St. Francis Academy - Ellsworth Title I	-	97,715	97,715	-	500	500
St. Francis Academy - Salina Juvenile Detention	-	256,235	256,235	-	-	-

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 1

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH - STATUTORY BASIS - CONTINUED
For the Year Ended June 30, 2010

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Payable	Ending Cash Balance
St. Francis Academy - Salina Title I	-	71,636	71,636	-	1,710	1,710
The Learning Center @ Saline County Jail	-	83,052	83,052	-	-	-
Title III - ESL	2,000	16,505	18,505	-	419	419
Tipton Academy	-	69,556	69,556	-	-	-
Instructional Practices	-	5,000	5,000	-	-	-
Meadowlark Academy	-	87,320	87,320	-	-	-
Juvenile Detention Center - Salina	-	60,000	60,000	-	-	-
PEP Grant	-	62,650	62,650	-	-	-
Title IIA - Teacher Quality	-	8,789	8,789	-	438	438
Title IID - Education Technology	-	264	264	-	-	-
Tipton Community School	1,191	193,801	191,286	3,706	-	3,706
Achieve3000	-	14,815	14,815	-	-	-
Carl Perkins Title I, Part A-R	27,287	-	-	27,287	-	27,287
Rosetta Stone	-	16,150	16,150	-	-	-
Total Reporting Entity	\$ 519,159	\$ 4,554,256	\$ 4,402,280	\$ 671,135	\$ 67,414	\$ 738,549

**Composition of cash
Checking Accounts**
Sunflower Bank, N.A.

\$ 738,549

The notes to the financial statements are an integral part of this statement.
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**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 2

GENERAL FUNDS
GENERAL

STATEMENT OF CASH RECEIPTS AND EXPENDITURES, ACTUAL AND BUDGET - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual	Budget	Variance Favorable (Unfavorable)
Cash receipts			
Alternative education programs	\$ 508,131	\$ 410,000	\$ 98,131
Annual assessments	120,522	169,000	(48,478)
Associate membership	27,468	-	27,468
Character Education Partnership	4,250	-	4,250
Consultant fees	210,882	200,000	10,882
Crisis Intervention	7,300	10,000	(2,700)
Environmental Compliance	17,127	-	17,127
E-Rate refund	6,337	-	6,337
Grant administration	19,150	25,000	(5,850)
Indirect cost revenue	26,984	-	26,984
Inservice aid	-	250	(250)
Interest income	1,080	3,000	(1,920)
ITBS Scanning	7,215	-	7,215
KAN-ED Broadband Subsidy	2,950	-	2,950
Make-It-Take-It revenue	50	-	50
Mandarian instruction	2,288	-	2,288
Miscellaneous income	54,475	98,000	(43,525)
Other services income	16,292	170,000	(153,708)
Program revenue	33,378	30,000	3,378
StarLab	800	600	200
Volume Purchasing	120	-	120
	<u>\$ 1,066,800</u>	<u>\$ 1,115,850</u>	<u>\$ (49,050)</u>
Total Cash Receipts	<u>\$ 1,066,800</u>	<u>\$ 1,115,850</u>	<u>\$ (49,050)</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 2

GENERAL FUNDS (CONT'D)
GENERAL

STATEMENT OF CASH RECEIPTS AND EXPENDITURES, ACTUAL AND BUDGET - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures			
Administrative, board and staff expense	\$ 1,796	\$ 7,500	\$ 5,704
Consultants	7,688	-	(7,688)
Equipment	-	20,000	20,000
Fixed costs - COBRA paid insurance	11,474	-	(11,474)
Fixed costs - Employer paid insurance	9,505	42,700	33,195
Fixed costs - Employer paid KPERS, retirees	2,444	29,000	26,556
Fixed costs - Payroll expenses	44,375	63,315	18,940
Friends University Graduate Credit	-	-	-
Insurance	25,889	25,000	(889)
Legal and accounting	7,543	10,100	2,557
Occupancy costs	67,609	69,000	1,391
Office expense	47,793	60,897	13,104
Other expenses	41,992	61,375	19,383
Salaries	520,610	541,536	20,926
Software	-	-	-
Summer school	49,476	-	49,476
Teacher enhancement	-	-	-
Training	-	425	425
Travel	15,263	32,327	17,064
Operating Transfers	<u>65,000</u>	<u>65,000</u>	<u>-</u>
 Total Expenditures	 <u>918,457</u>	 <u>\$ 1,028,175</u>	 <u>\$ 208,670</u>
 Receipts Over (Under) Expenditures	 148,343		
 Unencumbered Cash, Beginning	 <u>424,397</u>		
 Unencumbered Cash, Ending	 <u>\$ 572,740</u>		

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
PROFESSIONAL DEVELOPMENT FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
Book club revenue	\$ 2,769
Consultant fees	20,052
District on assistance consulting	54,150
Friends University Graduate Credit	38,700
KELPA	3,863
Miscellaneous income	786
MTSS revenue	46,444
NWEA revenue	6,151
Smoky Hill Adventure program	9,205
Travel revenue	7,805
Workshop fees	158,156
Total Cash Receipts	348,081
Expenditures	
Book club	1,867
Consultants	7,944
Copier	4,591
Fixed costs - Payroll expenses	26,789
Friends University Graduate Credit	35,083
General program fees	29,634
Miscellaneous expense	1,765
MTSS expenses	4,636
NWEA expenses	2,774
Postage	1,676
Salaries	177,861
Smoky Hill Adventure program	1,585
Special event expenses	14,664
Supplies	2,701
Travel	19,765
Workshop supplies	14,747
Total Expenditures	348,081
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	\$ -

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
ITBS SCANNING FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Scanning revenue	\$ 9,475
Expenditures	
General program fees	7,215
Other expenses	1,649
Postage	30
Supplies and materials	<u>581</u>
Total Expenditures	<u>9,475</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
VOLUME PURCHASING - SOFTWARE FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Advertising reimbursement	\$ 446
Learn 360 district subscriptions	12,432
Return from CSI	3,231
Return from e-Academy	195
SOCS commission	<u>897</u>
Total Cash Receipts	<u>17,201</u>
Expenditures	
General program fees	13,418
Learn 360 subscriptions	3,774
Travel	<u>9</u>
Total Expenditures	<u>17,201</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
VOLUME PURCHASING - HARDWARE FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Return from CSI - hardware	\$ 6,316
Program fees	<u>83</u>
Total Cash Receipts	<u>6,399</u>
Expenditures	
General program fees	6,399
Promethean equipment	<u>12,261</u>
Total Expenditures	<u>18,660</u>
Receipts Over (Under) Expenditures	(12,261)
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ (12,261)</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
VOLUME PURCHASING PLAN FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Volume purchasing district administrative fee	\$ 5,164
Volume purchasing vendor administrative fee	<u>40,709</u>
Total Cash Receipts	<u>45,873</u>
Expenditures	
eSchool Mall bid award fees	4,223
Fixed costs - Payroll expenses	2,697
General program fees	120
Postage	100
Salaries	28,872
Software	7,696
Supplies	389
Travel	1,112
Volume purchasing fees to ESC	<u>663</u>
Total Expenditures	<u>45,873</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
TEACHER ENHANCEMENT & RETENTION PROGRAM FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
BTMT - year one program	\$ 8,162
BTMT - year two program	1,700
Total Cash Receipts	9,862
Expenditures	
Fixed costs - Payroll expenses	314
General program fees	1,813
Salaries	6,862
Supplies	75
Travel	282
Workshop expenses	516
Total Expenditures	9,862
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	\$ -

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

**SPECIAL REVENUE FUNDS
ENVIRONMENTAL COMPLIANCE FUND**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010**

	<u>Actual</u>
Cash Receipts	
Memberships	\$ 20,000
Other income	611
Workshop fees	<u>11,623</u>
 Total Cash Receipts	 <u>32,234</u>
 Expenditures	
Curriculum	1,478
Fixed costs - Payroll expenses	741
General program fees	17,127
Other expenses	61
Salaries	8,952
Supplies and materials	1,847
Training	1,507
Travel	<u>520</u>
 Total Expenditures	 <u>32,234</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
CAPITAL OUTLAY FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Rent income	\$ 12,750
Transfer from General Fund	<u>65,000</u>
Total Cash Receipts	<u>77,750</u>
Expenditures	
Debt service - Principal	36,785
Debt service - Interest	<u>10,500</u>
Total Expenditures	<u>47,285</u>
Receipts Over (Under) Expenditures	30,465
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 30,465</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
E-RATE FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Program revenue	<u>\$ 42,574</u>
Expenditures	
Equipment	74
Fixed costs - Payroll expenses	7,013
General program fees	(35,777)
Postage	222
Program Expenses	436
Refund E-Rate not used	2,990
Salaries	65,828
Supplies and materials	379
Travel	<u>1,409</u>
Total Expenditures	<u>42,574</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
POWERSCHOOL PROGRAM

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
In-District workshops	\$ 5,125
In-House workshops	470
PowerSchool consultant services	3,767
PowerSchool user's group	2,405
Travel revenue	<u>1,582</u>
 Total Cash Receipts	 <u>13,349</u>
Expenditures	
General program fees	12,524
Training	103
Travel	<u>722</u>
 Total Expenditures	 <u>13,349</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
INTEGRATED INSTRUCTIONAL TECHNOLOGY PROGRAM

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
In-District workshops	\$ 35,077
In-House workshops	7,038
Miscellaneous income	990
Technology Cadre	3,635
Travel revenue	<u>1,805</u>
 Total Cash Receipts	 <u>48,545</u>
Expenditures	
General program fees	(20,338)
Fixed costs - Payroll expenses	4,479
Salaries	61,117
Supplies/materials	718
Travel	<u>2,570</u>
 Total Expenditures	 <u>48,545</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

**SPECIAL REVENUE FUNDS
INFORMATION TECHNOLOGY PROGRAM FUND**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010**

	<u>Actual</u>
Cash receipts	
Consultant fees	\$ 53,500
Other services income	1,360
Tech services - Hill City	9,725
Travel revenue - Hill City	<u>4,070</u>
 Total Cash Receipts	 <u>68,655</u>
 Expenditures	
General program fees	15,383
Fixed costs - Payroll expenses	3,921
Salaries	47,700
Travel	<u>1,651</u>
 Total Expenditures	 <u>68,655</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
CARL PERKINS I FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES, ACTUAL AND BUDGET - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal aid	
Vocational Education - Basic Grants to States	\$ 161,526
Expenditures	
Curriculum	3,658
Equipment	56,172
Fixed costs - Payroll expenses	3,950
Other administrative services	8,075
Professional development	36,996
Salaries	36,430
Software	7,245
Travel	<u>9,000</u>
Total Expenditures	<u>161,526</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>27</u>
Unencumbered Cash, Ending	<u>\$ 27</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
CARL PERKINS TITLE I RESERVE FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal Aid	
Carl Perkins Title I Reserve Funds	\$ 5,477
Miscellaneous income	<u>-</u>
Total Cash Receipts	5,477
Expenditures	-
Receipts Over (Under) Expenditures	5,477
Unencumbered Cash, Beginning	<u>(5,477)</u>
Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
KELC GRANT FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
State Aid	
KELC Grant Funds	\$ 9,191
Unified School District No. 307 match	<u>765</u>
Total Cash Receipts	<u>9,956</u>
Expenditures	
Fixed costs - Payroll expenses	472
Salaries	5,758
Supplies/materials	1,389
Training	1,103
Travel	<u>1,476</u>
Total Expenditures	<u>10,198</u>
Receipts Over (Under) Expenditures	(242)
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ (242)</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
INFANT CHILD DEVELOPMENT FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Salina Regional Health Center	\$ 7,554
Total Cash Receipts	<u>7,554</u>
Expenditures	
Other expenses	<u>7,554</u>
Total Expenditures	<u>7,554</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
PROJECT CURB FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal aid	
Changing Use and Risky Behavior	\$ 115,153
Expenditures	
Consultants	58,624
Fixed costs - Payroll expenses	3,665
Other administrative services	5,708
Salaries	25,000
Software	1,088
Supplies/materials	4,239
Travel	<u>16,829</u>
Total Expenditures	<u>115,153</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
FLAP GRANT FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal aid	
Foreign Languages Assistance Program	\$ 2,875
Expenditures	
Salaries	2,875
Total Expenditures	<u>2,875</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
MATH PROGRAM FY 2003 FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Unified School Districts	\$ 5,745
Expenditures	
Consultants	1,345
Copier	500
Postage	200
Supplies and materials	1,500
Telephone	200
Travel	<u>2,000</u>
Total Expenditures	<u>5,745</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
PARENTS AS TEACHERS FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
State aid	
Parent Education Program	\$ 9,231
Unified School District No. 307 match	<u>6,000</u>
 Total Cash Receipts	 <u>15,231</u>
 Expenditures	
Consultants	100
Copier	100
Fixed costs - Payroll expenses	1,053
Postage	100
Salaries	11,700
Supplies and materials	1,197
Telephone	200
Training	240
Travel	<u>541</u>
 Total Expenditures	 <u>15,231</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>30</u>
 Unencumbered Cash, Ending	 <u>\$ 30</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
TITLE IV - SAVE AND DRUG FREE SCHOOLS FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal aid	
Safe and Drug Free Schools and Communities State Grants	\$ 25,262
Expenditures	
Accounting services	750
Consultants	15,000
Copier	1,000
Fixed costs - Payroll expenses	500
Other administrative services	894
Postage	800
Rent	750
Supplies and materials	1,818
Telephone	750
Travel	3,000
Total Expenditures	<u>25,262</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
FAST FORWARD FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
FFWD Annual Progress Tracker & Updates	\$ 28,450
Other fees	1,041
Software licensing fees	4,300
Training fees	<u>5,930</u>
 Total Cash Receipts	 <u>39,721</u>
 Expenditures	
Annual progress fee	30,367
Fixed costs - Payroll expenses	459
Other expense	60
Program fees	(2,719)
Salaries	5,686
Software	4,317
Travel	<u>1,552</u>
 Total Expenditures	 <u>39,721</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
ALP FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
District FTE flow through	\$ 82,954
Registration and course fees	950
Total Cash Receipts	83,904
Expenditures	
Accounting services	500
Consultants	3,000
Copier	75
Curriculum	237
Fixed costs - Payroll expenses	2,482
FTE Audit Adjustments	4,066
Insurance	100
Internet access	6,827
Miscellaneous expense - GPF	21,957
Other administrative services	4,000
Rent	500
Salaries	25,657
Software	11,176
Supplies	207
Technical services	3,000
Telephone	119
Total Expenditures	83,904
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	\$ -

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

**Smoky Hill Central Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
DICKINSON COUNTY LEARNING EXCHANGE CHARTER SCHOOL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
District FTE flow through	\$ 99,000
Other income	375
Total Cash Receipts	99,375
Expenditures	
Accounting expense	500
Consultants	3,000
Curriculum	1,500
Fixed costs - Payroll expenses	7,191
Insurance	400
Internet access	6,827
Miscellaneous expense - GPF	(6,848)
Other administrative services	8,000
Other expense	578
Other office expense	1,150
Postage	363
Rent	10,200
Repairs	2,548
Salaries	58,608
Software	12,486
Student expenses	583
Supplies and materials	1,144
Technical services	9,000
Telephone	729
Training	235
Utilities	11,685
Total Expenditures	129,877
Receipts Over (Under) Expenditures	(30,502)
Unencumbered Cash, Beginning	30,502
Unencumbered Cash, Ending	\$ -

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
THE LEARNING CENTER @ DICKINSON COUNTY LEARNING EXCHANGE FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
District FTE flow through	\$ 44,096
Registration and course fees	4,153
Other income	<u>282</u>
 Total Cash Receipts	 <u>48,531</u>
 Expenditures	
Consultants	2,000
Fixed costs - Payroll expenses	2,555
FTE Audit adjustments	2,161
Miscellaneous expense - GPF	19,152
Other administrative services	5,000
Other expense	90
Salaries	15,574
Technical services	<u>2,000</u>
 Total Expenditures	 <u>48,531</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
THE LEARNING CENTER @ SMOKY HILL EDUCATION SERVICE CENTER FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
District FTE flow through	\$ 463,035
Registration and course fees	13,650
Other income	68
Other services income	7,577
Plato classes	90,075
 Total Cash Receipts	 574,405
 Expenditures	
Accounting services	500
Advertising	2,183
Consultants	6,000
Copier	447
Curriculum	2,000
ELL advertising	73
Fixed costs - Payroll expenses	22,149
FTE Audit adjustment	856
Insurance	400
Internet access	7,001
Miscellaneous expense - GPF	300,000
Other administrative services	20,000
Other expense	269
Other office expense	1,008
Rent	12,000
Repairs	179
Salaries	156,621
Software	22,459
Student expense	42
Supplies and materials	1,782
Technical services	6,000
Telephone	753
Training	1,505
 Total Expenditures	 564,227
 Receipts Over (Under) Expenditures	 10,178
 Unencumbered Cash, Beginning	 39,202
 Unencumbered Cash, Ending	 \$ 49,380

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
SMITH COUNTY LEARNING CENTER FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
District FTE flow through	\$ 229,215
Registration and course fees	3,150
 Total Cash Receipts	 232,365
 Expenditures	
Accounting services	250
Consultants	6,000
Curriculum	1,500
Equipment	1,187
Fixed costs - Payroll expenses	7,204
FTE Audit adjustments	11,235
Insurance	200
Internet access	7,493
Miscellaneous expense - GPF	120,233
Other administrative services	8,000
Other expenses	136
Postage	70
Rent	5,500
Salaries	50,369
Software	12,000
Supplies and materials	628
Telephone	174
Utilities	187
 Total Expenditures	 232,365
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 -
 Unencumbered Cash, Ending	 \$ -

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
ST. FRANCIS ACADEMY - ELLSWORTH JUVENILE DETENTION FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
Miscellaneous income	\$ 48,847
Unified School District No. 327 FTE flow through	248,041
 Total Cash Receipts	 296,888
 Expenditures	
Auditor	750
Consultants	6,000
Copier	2,000
Curriculum	6,545
Fixed costs - Payroll expenses	22,859
Indirect costs	11,378
Internet access	2,000
Other administrative services	9,500
Other expenses	22,182
Other office expenses	1,000
Postage	500
Repairs	2,000
Salaries	98,382
Software	9,300
SPED Services	88,992
Supplies	500
Technical services	6,000
Telephone	1,000
Travel	6,000
 Total Expenditures	 296,888
 Receipts Over (Under) Expenditures	 -
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	\$ -

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
ST. FRANCIS ACADEMY - ELLSWORTH TITLE I FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Unified School District No. 327 ARRA funds	\$ 39,926
Unified School District No. 327 FTE flow through	<u>57,789</u>
 Total Cash Receipts	 <u>97,715</u>
 Expenditures	
Consultants	2,000
Curriculum	5,455
Fixed costs - Payroll expenses	12,294
Indirect costs	3,420
Other administrative services	9,500
Salaries	61,046
Supplies and materials	2,000
Technical services	<u>2,000</u>
 Total Expenditures	 <u>97,715</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
ST. FRANCIS ACADEMY - SALINA JUVENILE DETENTION FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Miscellaneous income	\$ 70,966
Unified School District No. 305 FTE flow through	<u>185,269</u>
 Total Cash Receipts	 <u>256,235</u>
 Expenditures	
Accounting services	750
Consultants	4,200
Copier	278
Curriculum	2,386
Fixed costs - Payroll expenses	21,338
Indirect costs	9,744
Internet access	1,000
Other administrative services	8,000
Other expenses	9,299
Other office expenses	1,000
Postage	500
Repairs	2,500
Salaries	105,907
Software	9,267
SPED services	70,966
Supplies	1,000
Technical services	4,500
Telephone	600
Travel	<u>3,000</u>
 Total Expenditures	 <u>256,235</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
ST. FRANCIS ACADEMY - SALINA TITLE I FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Unified School District No. 305 ARRA funds	\$ 19,597
Unified School District No. 305 Title I flow through	<u>52,039</u>
 Total Cash Receipts	 <u>71,636</u>
 Expenditures	
Consultants	2,300
Copier	2,222
Curriculum	3,500
Fixed costs - Payroll expenses	8,073
Indirect costs	2,442
Other administrative services	9,500
Salaries	39,740
Supplies and materials	1,859
Technical services	<u>2,000</u>
 Total Expenditures	 <u>71,636</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
THE LEARNING CENTER @ SALINE COUNTY JAIL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Unified School District No. 305 FTE flow through	\$ 83,052
 Expenditures	
Consultants	6,000
Curriculum	172
Equipment	899
Fixed costs - Payroll expenses	4,886
Internet service	800
Other administrative services	6,000
Other expenses	(6,756)
Salaries	59,916
Software	5,000
Supplies and materials	135
Technical services	<u>6,000</u>
 Total Expenditures	<u>83,052</u>
 Receipts Over (Under) Expenditures	-
 Unencumbered Cash, Beginning	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
TITLE III - ESL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal Aid	
Title III - ESL	\$ 16,505
 Expenditures	
Consultants	10,575
Other administrative services	330
Supplies and materials	4,500
Travel	<u>3,100</u>
 Total Expenditures	<u>18,505</u>
 Receipts Over (Under) Expenditures	(2,000)
 Unencumbered Cash, Beginning	<u>2,000</u>
 Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
TIPTON ACADEMY FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Unified School District No. 272 FTE flow through	\$ 69,556
 Expenditures	
Consultants	4,000
Curriculum	124
Fixed costs - Payroll expenses	3,160
FTE Audit adjustments	3,424
Other administrative services	6,000
Other expense	(3,673)
Salaries	45,672
Software	6,751
Supplies and materials	98
Technical Services	<u>4,000</u>
 Total Expenditures	<u>69,556</u>
 Receipts Over (Under) Expenditures	-
 Unencumbered Cash, Beginning	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
INSTRUCTIONAL PRACTICES FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal aid	
Title IIA - Principal's Leadership	\$ 5,000
 Expenditures	
Consultants	<u>5,000</u>
 Total Expenditures	<u>5,000</u>
 Receipts Over (Under) Expenditures	-
 Unencumbered Cash, Beginning	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
MEADOWLARK ACADEMY FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	Actual
Cash receipts	
Unified School District No. 239 FTE flow through	\$ 87,320
 Expenditures	
Consultants	6,000
Curriculum	2,000
Fixed costs - Payroll expenses	4,643
FTE Audit adjustment	4,280
Other administrative services	4,000
Other expense	15,462
Salaries	35,300
Software	8,624
Supplies and materials	438
Technical services	6,000
Training	200
Travel	373
 Total Expenditures	 87,320
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 -
 Unencumbered Cash, Ending	 \$ -

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
JUVENILE DETENTION CENTER - SALINA FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Unified School District No. 305 - JDC	\$ <u>60,000</u>
Expenditures	
Equipment	704
Fixed costs - Payroll expenses	4,928
Other expense	20,237
Salaries	34,000
Supplies and materials	<u>131</u>
 Total Expenditures	 <u>60,000</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
PEP GRANT FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal Aid	
SPARK - Standards-based Physical Activity for Rural Kids	\$ <u>62,650</u>
Expenditures	
Consultants	38,526
Fixed costs - Payroll expenses	750
Other administrative services	2,641
Salaries	5,360
Supplies	2,300
Travel	<u>13,073</u>
 Total Expenditures	 <u>62,650</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
TITLE IIA - TEACHER QUALITY FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal Aid	
Tite IIA - teacher quality	\$ 8,789
 Expenditures	
Other administrative services	426
Purchased services	<u>8,363</u>
 Total Expenditures	<u>8,789</u>
 Receipts Over (Under) Expenditures	-
 Unencumbered Cash, Beginning	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
TITLE IID - EDUCATION TECHNOLOGY FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal aid	
Title IID - education technology	\$ 264
 Expenditures	
Other administrative services	13
Purchased services	<u>251</u>
 Total Expenditures	<u>264</u>
 Receipts Over (Under) Expenditures	-
 Unencumbered Cash, Beginning	<u>-</u>
 Unencumbered Cash, Ending	<u>\$ -</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
TIPTON COMMUNITY SCHOOL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Other income - Tipton Community Inc.	\$ 3,000
Unified School District No. 272 FTE flow through	<u>190,801</u>
 Total Cash Receipts	 <u>193,801</u>
 Expenditures	
Consultants	3,000
Copier	1,071
Curriculum	2,836
Fixed costs - Payroll expenses	15,980
Internet access	73
Other administrative services	12,000
Other office expense	105
Postage	108
Salaries	149,262
Student expenses	266
Supplies and materials	2,227
Technical Services	3,000
Telephone	682
Training	130
Travel	<u>546</u>
 Total Expenditures	 <u>191,286</u>
 Receipts Over (Under) Expenditures	 2,515
 Unencumbered Cash, Beginning	 <u>1,191</u>
 Unencumbered Cash, Ending	 <u>\$ 3,706</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 3

SPECIAL REVENUE FUNDS
ACHIEVE3000 FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Consulting/training	\$ 10,250
Reimbursed training revenue	<u>4,565</u>
 Total Cash Receipts	 <u>14,815</u>
 Expenditures	
Other expense	11,222
Travel	<u>3,593</u>
 Total Expenditures	 <u>14,815</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>-</u>
 Unencumbered Cash, Ending	 <u>\$ -</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

SPECIAL REVENUE FUNDS
CARL PERKINS TITLE I, PART A-R FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
Federal Aid	
Carl Perkins Title I, Part A-R	<u>\$ -</u>
 Expenditures	 <u>-</u>
 Receipts Over (Under) Expenditures	 -
 Unencumbered Cash, Beginning	 <u>27,287</u>
 Unencumbered Cash, Ending	 <u>\$ 27,287</u>

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

Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629

Statement 3

SPECIAL REVENUE FUNDS
ROSETTA STONE FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>Actual</u>
Cash receipts	
License Ticket Revenue	\$ 16,150
Expenditures	
Program fees	1,820
Software tickets	<u>14,330</u>
Total Expenditures	<u>16,150</u>
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>

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

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

STATEMENT OF CHANGES IN LONG TERM DEBT - STATUTORY BASIS
For the Year Ended June 30, 2010

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Expense</u>
Capital Leases										
Franklin Bldg. Improvement	5.15%	5/10/2004	\$ 362,474	5/10/2014	\$ 203,871	\$ -	\$ 36,785	\$ (36,785)	\$ 167,086	\$ 10,499
Total Indebtedness			362,474		203,871	-	36,785	(36,785)	167,086	10,499
Total Long-Term Debt			\$ 362,474		\$ 203,871	\$ -	\$ 36,785	\$ (36,785)	\$ 167,086	\$ 10,499

The notes to the financial statements are an integral part of this statement.
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**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

Statement 5

SCHEDULE OF MATURITY OF LONG TERM DEBT - STATUTORY BASIS
For the Year Ended June 30, 2010

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>Total</u>
Principal Capital Leases	38,680	40,672	42,765	44,969	167,086
Interest Capital Leases	<u>8,605</u>	<u>6,613</u>	<u>4,520</u>	<u>2,316</u>	<u>22,054</u>
Total Principal and Interest	<u>\$ 47,285</u>	<u>\$ 47,285</u>	<u>\$ 47,285</u>	<u>\$ 47,285</u>	<u>\$ 189,140</u>

The notes to the financial statements are an integral part of this statement.
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**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

NOTES TO FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Smoky Hill Central Kansas Education Service Center, Interlocal School District No. 629, is a municipal corporation governed by an appointed ten member executive cabinet. These financial statements present the primary government financial statements and do not include all the entities for which the Interlocal is considered to be financially accountable, as required by generally accepted accounting principles. The primary government is a legal entity and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. Component units of the Interlocal include the Smoky Hill Education Foundation. Per *Kansas Municipal Audit Guide*, the financial data for the Smoky Hill Education Foundation is not included in these financial statements as they are unaudited at June 30, 2010.

B. Basis of Accounting

Statutory Basis of Accounting. The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

Smoky Hill Central Kansas Education Service Center has approved a resolution that is in compliance with K.S.A. 75-1120ac, waiving the requirement for application of generally accepted accounting principles and allowing the Interlocal to use statutory basis of accounting.

Departure from Accounting Principles Generally Accepted in the United States of America. The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the Interlocal are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statements.

C. Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the Interlocal.

General Funds - To account for all unrestricted resources except those required to be accounted for in other funds.

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

NOTES TO FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

C. Fund Descriptions - continued

Special Revenue Funds - To account for the proceeds of specific revenue sources (other than major capital projects) that are restricted by law or administrative action to expenditures for specified purposes.

D. Assets and Liabilities

1. Cash and Investments

The Interlocal did not have any investments at June 30, 2010.

2. Compensated Absences

The Interlocal's policy is to recognize the costs of compensated absences when actually paid. The Interlocal grants annual paid vacations to its full-time, regular employees. The amount of vacation to which one is entitled depends on the length of service from the anniversary date, as follows:

<u>Years of Service as of Anniversary Date</u>	<u>Annual Vacation Allowance</u>
1 through 5	10 days
5 or more	15 days

During the first six months of employment, employees may take one half-day vacation for each month employed. Thereafter, vacation may be taken at any point during the year, but may not be carried beyond the anniversary date.

Employees are required to take their earned vacations. No payments will be made in lieu of taking vacations, except for unused vacation at the time of termination of employment.

The Interlocal provides paid sick days to full-time, regular employees and part-time regular employees.

Eligible employees are granted ten sick days per calendar year. Sick days cannot be taken in less than 1/2 day increments and must be authorized by the Executive Director.

Sick days may be carried over from one calendar year to the next, to a total accumulation of sixty days. No payments are made for accrued, unused sick days at the end of any calendar year or in the event of termination of employment.

The procedure to be followed when absent and other important guidelines are set forth in the discussion of absenteeism and tardiness in the Employee Handbook. It is the responsibility of the employee to become familiar with these guidelines.

**Smoky Hill Central Kansas Education Service Center
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NOTES TO FINANCIAL STATEMENTS
June 30, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

E. Receipts and Expenditures

1. Ad Valorem Tax Revenue

The Interlocal does not have tax authority.

2. Reimbursements

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

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

A legal operating budget is not required for the Interlocal or any of its special revenue funds.

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.

B. Compliance with Laws and Regulations

References made herein to statutes are not intended as interpretations of law, but are offered for consideration of the Executive Director and interpretation by the legal representative of the District.

There are apparent cash basis violations (K.S.A. 10-1113) in the following listed funds. These funds record federal monies and therefore are exempt from the cash basis statute per K.S.A. 12-1664.

Carl Perkins Title I, Reserve

Management is not aware of any statutory violations for the period covered by this audit.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Deposits

K.S.A. 9-1401 establishes the depositories which may be used by the Interlocal. The statute requires banks eligible to hold the Interlocal's funds have a main branch bank in the county in which the Interlocal 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 Interlocal has no other policies that would further limit interest rate risk.

**Smoky Hill Central Kansas Education Service Center
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NOTES TO FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS - continued

A. Deposits and Investments - continued

Deposits - continued

K.S.A. 12-1675 limits the Interlocal'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 Interlocal has no investment policy that would further limit investment choices.

Custodial credit risk - deposits. Custodial credit risk is the risk in the event of a bank failure, the Interlocal's deposits may not be returned to it. State statutes require the Interlocal'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 District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The Interlocal did not have any designated "peak periods" for the current year. There was an excess in the deposit securities in the amount of \$323,638 at June 30, 2010.

At year-end the carrying amount of Smoky Hill Central Kansas Education Service Center deposits was \$738,549. The bank balance was \$787,248. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Of the bank balance \$250,000 was covered by FDIC insurance, \$668,424 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the Interlocal's name, with \$323,638 pledging excess.

Investments

Policy - Kansas statutes authorize the Interlocal to invest in U.S. Treasury bills and notes, repurchase agreements, and the State Municipal Investment Pool. All investments must be insured, registered, or held by the Interlocal or its agent in the Interlocal's name.

The Interlocal did not have any investments at June 30, 2010.

Credit Risk - The Interlocal has no policy regarding limiting investments based upon nationally recognized statistical ratings. Investments in U.S. Government Agencies are rated AAA by Standard & Poor's.

Interest Rate Risk - Per Kansas statutes, maturities of investments shall not exceed two years. The Interlocal did not have any investments as of June 30, 2010.

B. Operating Leases

The Interlocal conducts a portion of its operations utilizing operating leases for copiers and vehicles. Lease terms expire at various times. Current year rental payments under operating leases were \$63,790.

Minimum future rental payments under operating leases as of June 30, 2010 are:

<u>June 30,</u>	<u>Copiers</u>	<u>Vehicles</u>	<u>Buildings</u>	<u>Total</u>
2011	\$ 1,551	\$ 11,795	\$ 31,750	\$ 45,096
2012	1,034	-	20,700	21,734
2013	-	-	10,800	10,800
	<u>\$ 2,585</u>	<u>\$ 11,795</u>	<u>\$ 63,250</u>	<u>\$ 77,630</u>

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

NOTES TO FINANCIAL STATEMENTS
June 30, 2010

III. DETAILED NOTES ON ALL FUNDS - continued

C. General Long-Term Debt

At June 30, 2010, 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>
Capital Leases Franklin Bldg Improv.	5.15%	5/10/2004	\$ 362,474	5/10/2014

Changes in long-term liabilities for the Smoky Hill Central Kansas Education Service Center for the year ended June 30 were as follows:

	<u>Balance July 1 2009</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance June 30 2009</u>	<u>Interest Paid</u>
Franklin Bld	\$203,872	-	\$ 36,785	\$ 167,086	\$ 10,499
	<u>\$203,872</u>	<u>\$ -</u>	<u>\$ 36,785</u>	<u>\$ 167,086</u>	<u>\$ 10,499</u>

Current maturities of long-term debt and interest through maturity are as follows:

<u>June 30,</u>	<u>General Obligation</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2011	38,680	8,605	47,285
2012	40,672	6,613	47,285
2013	42,766	4,520	47,286
2014	44,969	2,316	47,285
	<u>\$ 167,086</u>	<u>\$ 22,054</u>	<u>\$ 189,140</u>

Effective May 27, 2010, Koch Financial Corporation assigned and sold the Lease Purchase Agreement dated May 10, 2004, to Banc of America Public Capital Corp.

IV. OTHER INFORMATION

A. 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.* KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERs member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERs according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the

**Smoky Hill Central Kansas Education Service Center
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NOTES TO FINANCIAL STATEMENTS
June 30, 2010

IV. OTHER INFORMATION - continued

A. Defined Benefit Pension Plan - continued

remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 8.57% of covered payroll. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for all Kansas public school employees for the years ending June 30, 2010, 2009, and 2008, were \$248,468,186, \$242,277,363, and \$220,815,154, respectively, equal to the required contributions for each year.

B. Defined Contribution Pension Plan

The Interlocal has not established a defined contribution pension plan.

C. Phase Out Option

The Interlocal does not have a phase out option.

D. Early Retirement Incentive Plan

The Interlocal does not have an early retirement incentive plan.

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

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

F. Contingencies

The Interlocal 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 is 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 Interlocal at June 30, 2010.

G. Risk Management

The Interlocal 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 Interlocal carried commercial insurance. Insurance claims for the preceding three years have not exceeded insurance coverage.

**Smoky Hill Central Kansas Education Service Center
Interlocal School District No. 629**

NOTES TO FINANCIAL STATEMENTS
June 30, 2010

IV. OTHER INFORMATION - continued

H. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	Capital Outlay	K.S.A. 72-6428	\$ 65,000

I. Related Party Transactions

The Smoky Hill Education Foundation is a component unit of the Interlocal. The Foundation is a not-for-profit organization formed for the education purposes of funding education grants to educators of the Interlocal's member districts. During the year ended June 30, 2010 there are no transactions between the Interlocal and the Smoky Hill Education Foundation during 2010.

J. Subsequent events

The District has evaluated subsequent events through October 29, 2010, the date the financial statements were available to be issued.