

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310  
LANGDON, KANSAS**

**FINANCIAL STATEMENTS  
JUNE 30, 2011**

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**BUSBY FORD & REIMER, LLC**

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CERTIFIED PUBLIC ACCOUNTANTS

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
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**JUNE 30, 2011**

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# BUSBY FORD & REIMER, LLC

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CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITORS' REPORT

**Board of Education  
Fairfield Unified School District No. 310  
Langdon, Kansas**

We have audited the accompanying financial statements of **Fairfield Unified School District No. 310, Langdon, Kansas**, as of and for the year ended **June 30, 2011**, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year partial comparative financial information has been derived from the District's 2010 financial statements and, in our report dated December 31, 2010, we expressed an unqualified opinion that the financial statements were fairly presented in accordance with the cash basis and budget laws of the State of Kansas.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit Guide*. Those standards and guidance require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

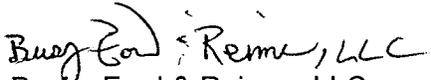
As described more fully in Note 1, **Fairfield Unified School District No. 310, Langdon, Kansas**, has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Fairfield Unified School District No. 310, Langdon, Kansas**, as of **June 30, 2011**, or the changes in its financial position for the year then ended.

**Board of Education  
Fairfield Unified School District No. 310**

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of **Fairfield Unified School District No. 310, Langdon, Kansas**, as of **June 30, 2011**, and its cash receipts and expenditures and budgetary comparisons for the year then ended, on the basis of accounting described in Note 1.

Our audit was performed for the purpose of forming an opinion on the financial statements of **Fairfield Unified School District No. 310, Langdon, Kansas**, taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

  
Busby Ford & Reimer, LLC  
December 21, 2011

FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310  
SUMMARY OF CASH RECEIPTS, EXPENDITURES,  
AND UNENCUMBERED CASH  
FOR THE YEAR ENDED JUNE 30, 2011

Fund	Beginning	Prior Year	Cash Receipts	Expenditures	Ending	Add	Ending Cash
	Unencumbered	Canceled			Unencumbered		
	Cash Balance	Encumbrances	Cash Balance	Cash Balance	Encumbrances and Accounts Payable	Unencumbered	Balance
	\$	\$	\$	\$	\$	\$	\$
General Fund	(159,453)	0	2,919,545	2,933,336	(173,244)	3,361	(169,883)
Special Revenue Funds							
Supplemental General	106,135	0	846,826	873,914	79,047	9,940	88,987
At Risk (K-12)	0	0	283,858	283,858	0	0	0
Bilingual Education	0	0	11,000	11,000	0	0	0
Capital Outlay	539,941	0	543,176	504,214	578,903	28,830	607,733
Driver Training	8,000	0	8,846	2,849	13,997	0	13,997
Food Service	83,213	0	199,256	210,540	71,929	2,101	74,030
Professional Development	5,000	0	11,000	7,548	8,452	335	8,787
Summer School	0	0	23,114	23,000	114	456	570
Special Education	189,461	0	445,729	472,383	162,807	0	162,807
Vocational Education	6,650	0	117,361	94,650	29,361	0	29,361
KPERS Contribution	0	0	232,927	232,927	0	0	0
Federal Funds	0	0	138,894	140,213	(1,319)	1,319	0
Contingency Reserve	100,000	0	30,000	0	130,000	0	130,000
Textbook and Student Material							
Revolving	23,772	0	7,342	24,215	6,899	7,221	14,120
Gifts and Grants	59,519	0	80,921	72,030	68,410	406	68,816
District Activity Funds	4,207	0	12,124	16,000	331	0	331
	<u>966,445</u>	<u>0</u>	<u>5,911,919</u>	<u>5,902,677</u>	<u>975,687</u>	<u>53,969</u>	<u>1,029,656</u>

Composition of Cash:

Checking Accounts	\$ 852,790
Money Market Account	107,875
Certificates of Deposit	100,000
Agency Funds	1,060,665
	<u>(31,009)</u>
	<u>\$ 1,029,656</u>

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

FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310  
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
FOR THE YEAR ENDED JUNE 30, 2011

Fund	Certified Budget	Adjustment to		Adjustment for		Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
		Comply with Legal Max	Legal Max	Qualifying Budget Credits	Qualifying Budget Credits			
General Fund	\$ 3,085,228	\$ (313,186)	\$ 161,294	\$ 2,933,336	\$ 2,933,336	\$ 2,933,336	\$ 0	
Special Revenue Funds								
Supplemental General At Risk (K-12)	940,844	(2,930)	0	937,914	873,914	64,000		
Bilingual Education	340,000	0	0	340,000	283,858	56,142		
Capital Outlay	11,000	0	0	11,000	11,000	0		
Driver Training	946,000	0	0	946,000	504,214	441,786		
Food Service	10,285	0	0	10,285	2,849	7,436		
Professional Development	329,400	0	0	329,400	210,540	118,860		
Summer School	10,000	0	0	10,000	7,548	2,452		
Special Education	22,800	0	200	23,000	23,000	0		
Vocational Education	739,861	0	0	739,861	472,383	267,478		
KPERS Contribution	94,650	0	0	94,650	94,650	0		
Federal Funds	194,843	0	0	194,843	232,927	(38,084)		
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	140,213	XXXXXXXXXX		
Textbook and Student Material	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX		
Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	24,215	XXXXXXXXXX		
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	72,030	XXXXXXXXXX		
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	16,000	XXXXXXXXXX		
	\$ 6,724,911	\$ (316,116)	\$ 161,494	\$ 6,570,289	\$ 5,902,677	\$ 920,070		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>General Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Cash Receipts				
Local Sources	\$ 667,079	\$ 656,110	\$ 582,720	\$ 73,390
State Sources	2,232,545	2,122,525	2,451,396	(328,871)
Federal Sources	142,015	140,910	48,983	91,927
	<u>3,041,639</u>	<u>2,919,545</u>	<u>\$ 3,083,099</u>	<u>\$ (163,554)</u>
Expenditures				
Instruction	1,323,609	1,205,916	\$ 1,256,878	\$ 50,962
Student Support Services	685	361	1,000	639
Instructional Support Staff	1,850	27,902	2,500	(25,402)
General Administration	155,489	168,363	157,000	(11,363)
School Administration	79,700	78,765	86,200	7,435
Operations & Maintenance	270,411	281,057	280,100	(957)
Student Transportation Services	231,539	307,581	222,750	(84,831)
Transfers	792,260	863,391	1,078,800	215,409
Adjustment to Comply With Legal Max	0	0	(313,186)	(313,186)
Adjustment for Qualifying Budget Credits	0	0	161,294	161,294
	<u>2,855,543</u>	<u>2,933,336</u>	<u>\$ 2,933,336</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	186,096	(13,791)		
Unencumbered Cash, Beginning	(345,549)	(159,453)		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ (159,453)</u>	<u>\$ (173,244)</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Supplemental General Fund</u>	Current Year			Variance - Favorable (Unfavorable)
	Prior Year			
	Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 745,064	\$ 697,480	\$ 759,170	\$ (61,690)
County Sources	63,847	149,346	75,539	73,807
	808,911	846,826	\$ 834,709	\$ 12,117
Expenditures				
Instruction	110,057	206,869	\$ 180,100	\$ (26,769)
Student support Services	42,667	7,093	54,000	46,907
Instructional Support Staff	50,209	84,286	66,800	(17,486)
General Administration	192,709	169,795	209,000	39,205
School Administration	145,863	108,272	117,000	8,728
Operations & Maintenance	70,554	0	80,000	80,000
Student support Services	22,503	79,829	24,044	(55,785)
Other Supplemental Services	3,473	3,240	3,500	260
Transfers	159,042	214,530	206,400	(8,130)
Adjustment to Comply With Legal Max	0	0	(2,930)	(2,930)
	797,077	873,914	\$ 937,914	\$ 64,000
Receipts Over (Under) Expenditures	11,834	(27,088)		
Unencumbered Cash, Beginning	94,301	106,135		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	\$ 106,135	\$ 79,047		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>At Risk Fund (K-12)</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	Actual	Actual	Budget	(Unfavorable)
Cash Receipts				
Transfers	\$ 293,102	\$ 283,858	\$ 340,000	\$ (56,142)
	<u>293,102</u>	<u>283,858</u>	<u>\$ 340,000</u>	<u>\$ (56,142)</u>
Expenditures				
Instruction	293,139	283,858	\$ 340,000	\$ 56,142
	<u>293,139</u>	<u>283,858</u>	<u>\$ 340,000</u>	<u>\$ 56,142</u>
Receipts Over (Under) Expenditures	(37)	0		
Unencumbered Cash, Beginning	37	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Bilingual Education Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Cash Receipts				
Local Sources	\$ 0	\$ 0	\$ 3,000	\$ (3,000)
Transfers	<u>10,436</u>	<u>11,000</u>	<u>10,000</u>	<u>1,000</u>
	<u>10,436</u>	<u>11,000</u>	<u>\$ 13,000</u>	<u>\$ (2,000)</u>
 Expenditures				
Instruction	<u>10,436</u>	<u>11,000</u>	<u>\$ 11,000</u>	<u>\$ 0</u>
	<u>10,436</u>	<u>11,000</u>	<u>\$ 11,000</u>	<u>\$ 0</u>
 Receipts Over (Under) Expenditures	0	0		
 Unencumbered Cash, Beginning	0	0		
 Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
 Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Capital Outlay Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	Actual	Actual	Budget	(Unfavorable)
Cash Receipts				
Local Sources	\$ 332,465	\$ 344,993	\$ 188,828	\$ 156,165
County Sources	17,957	35,813	18,856	16,957
Federal Sources	619	1,520	0	1,520
Transfers	108,049	160,850	200,000	(39,150)
	<u>459,090</u>	<u>543,176</u>	<u>\$ 407,684</u>	<u>\$ 135,492</u>
Expenditures				
Instruction	32,247	32,814	\$ 250,000	\$ 217,186
Instructional Support Staff	5,631	418	100,000	99,582
General Administration	0	0	120,000	120,000
Operations & Maintenance	26	0	0	0
Transportation	0	0	10,000	10,000
Facility Acquisition & Construction Services	325,500	470,982	466,000	(4,982)
	<u>363,404</u>	<u>504,214</u>	<u>\$ 946,000</u>	<u>\$ 441,786</u>
Receipts Over (Under) Expenditures	95,686	38,962		
Unencumbered Cash, Beginning	444,255	539,941		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 539,941</u>	<u>\$ 578,903</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Driver Training Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	Actual	Actual	Budget	(Unfavorable)
Cash Receipts				
Local Sources	\$ 1,240	\$ 1,860	\$ 2,000	\$ (140)
State Sources	950	986	1,400	(414)
Transfers	1,230	6,000	5,000	1,000
	<u>3,420</u>	<u>8,846</u>	<u>\$ 8,400</u>	<u>\$ 446</u>
Expenditures				
Instruction	2,438	2,849	\$ 10,285	\$ 7,436
Vehicle Operations, Maintenance Services	74	0	0	0
	<u>2,512</u>	<u>2,849</u>	<u>\$ 10,285</u>	<u>\$ 7,436</u>
Receipts Over (Under) Expenditures	908	5,997		
Unencumbered Cash, Beginning	7,092	8,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 8,000</u>	<u>\$ 13,997</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Food Service Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Cash Receipts				
Local Sources	\$ 70,992	\$ 62,465	\$ 87,559	\$ (25,094)
State Sources	1,949	1,895	1,575	320
Federal Sources	122,494	129,414	113,762	15,652
Transfers	49,911	5,482	50,000	(44,518)
	<u>245,346</u>	<u>199,256</u>	<u>\$ 252,896</u>	<u>\$ (53,640)</u>
Expenditures				
Operations & Maintenance	2,551	565	\$ 2,200	\$ 1,635
Food Service Operations	244,732	209,975	327,200	117,225
	<u>247,283</u>	<u>210,540</u>	<u>\$ 329,400</u>	<u>\$ 118,860</u>
Receipts Over (Under) Expenditures	(1,937)	(11,284)		
Unencumbered Cash, Beginning	85,150	83,213		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 83,213</u>	<u>\$ 71,929</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Professional Development Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Cash Receipts				
State Sources	\$ 1,295	\$ 0	\$ 0	\$ 0
Transfers	<u>3,898</u>	<u>11,000</u>	<u>5,000</u>	<u>6,000</u>
	<u>5,193</u>	<u>11,000</u>	<u>\$ 5,000</u>	<u>\$ 6,000</u>
Expenditures				
Instructional Support Staff	<u>620</u>	<u>7,548</u>	<u>\$ 10,000</u>	<u>\$ 2,452</u>
	<u>620</u>	<u>7,548</u>	<u>\$ 10,000</u>	<u>\$ 2,452</u>
Receipts Over (Under) Expenditures	4,573	3,452		
Unencumbered Cash, Beginning	427	5,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 5,000</u>	<u>\$ 8,452</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Summer School Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	Actual	Actual	Budget	(Unfavorable)
Cash Receipts				
State Sources	\$ 11,400	\$ 11,714	\$ 11,400	\$ 314
Transfers	<u>11,400</u>	<u>11,400</u>	<u>11,400</u>	<u>0</u>
	<u>22,800</u>	<u>23,114</u>	<u>\$ 22,800</u>	<u>\$ 314</u>
Expenditures				
Instruction	22,800	21,106	\$ 22,800	\$ 1,694
Student Transportation Services	0	1,894	0	(1,894)
Adjustment for Qualifying Budget Credits	<u>0</u>	<u>0</u>	<u>200</u>	<u>200</u>
	<u>22,800</u>	<u>23,000</u>	<u>\$ 23,000</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	114		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 114</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Special Education Fund</u>	<u>Current Year</u>			Variance -
	Prior Year			Favorable
	Actual	Actual	Budget	(Unfavorable)
Cash Receipts				
Transfers	\$ 405,879	\$ 445,729	\$ 550,800	\$ (105,071)
	<u>405,879</u>	<u>445,729</u>	<u>\$ 550,800</u>	<u>\$ (105,071)</u>
Expenditures				
Instruction	333,359	326,100	\$ 535,611	\$ 209,511
Operations & Maintenance	950	1,029	10,000	8,971
Student Transportation Services	99,816	145,254	194,250	48,996
	<u>434,125</u>	<u>472,383</u>	<u>\$ 739,861</u>	<u>\$ 267,478</u>
Receipts Over (Under) Expenditures	(28,246)	(26,654)		
Unencumbered Cash, Beginning	217,707	189,461		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 189,461</u>	<u>\$ 162,807</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Vocational Education Fund</u>	<u>Current Year</u>			Variance -
	Prior Year	Actual	Budget	Favorable
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Unfavorable)</u>
Cash Receipts				
Federal Sources	\$ 535	\$ 4,759	\$ 0	\$ 4,759
Transfers	<u>46,113</u>	<u>112,602</u>	<u>88,000</u>	<u>24,602</u>
	<u>46,648</u>	<u>117,361</u>	<u>\$ 88,000</u>	<u>\$ 29,361</u>
Expenditures				
Instruction	<u>84,118</u>	<u>94,650</u>	<u>\$ 94,650</u>	<u>\$ 0</u>
	<u>84,118</u>	<u>94,650</u>	<u>\$ 94,650</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(37,470)	22,711		
Unencumbered Cash, Beginning	44,120	6,650		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 6,650</u>	<u>\$ 29,361</u>		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES -**  
**ACTUAL AND BUDGET**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>KPERS Contribution Fund</u>	Current Year			Variance - Favorable (Unfavorable)
	Prior Year			
	Actual	Actual	Budget	
Cash Receipts				
State Sources	\$ 81,834	\$ 232,927	\$ 194,843	\$ 38,084
	81,834	232,927	\$ 194,843	\$ 38,084
Expenditures				
Instruction	47,426	134,902	\$ 112,864	\$ (22,038)
Student Support Services	1,687	4,702	3,955	(747)
Instructional Support Staff	1,693	4,707	3,961	(746)
General Administration	5,946	16,979	14,192	(2,787)
School Administration	9,312	26,539	22,193	(4,346)
Other Supplemental Services	816	2,491	2,047	(444)
Operations and Maintenance	4,881	13,788	11,556	(2,232)
Student Transportation Services	5,806	16,697	13,930	(2,767)
Food Service	4,267	12,122	10,145	(1,977)
	81,834	232,927	\$ 194,843	\$ (38,084)
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	0	0		
Unencumbered Cash, Ending	\$ 0	\$ 0		

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

<u>Federal Funds</u>	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Sources	\$ 215,194	\$ 138,894
	215,194	138,894
Expenditures		
Instruction	192,684	140,213
Instructional Support Staff	25,875	0
	218,559	140,213
Receipts Over (Under) Expenditures	(3,365)	(1,319)
Unencumbered Cash, Beginning	3,365	0
Prior Year Canceled Encumbrances	0	0
Unencumbered Cash, Ending	\$ 0	\$ (1,319)

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

Contingency Reserve Fund

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Transfers	<u>\$ 21,284</u>	<u>\$ 30,000</u>
	<u>21,284</u>	<u>30,000</u>
 Expenditures	 <u>0</u>	 <u>0</u>
Receipts Over (Under) Expenditures	21,284	30,000
Unencumbered Cash, Beginning	78,716	100,000
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 100,000</u>	<u>\$ 130,000</u>

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

Textbook and Student Material Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 7,962	\$ 7,342
	<u>7,962</u>	<u>7,342</u>
Expenditures		
Instruction	1,151	24,215
	<u>1,151</u>	<u>24,215</u>
Receipts Over (Under) Expenditures	6,811	(16,873)
Unencumbered Cash, Beginning	16,961	23,772
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 23,772</u>	<u>\$ 6,899</u>

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)**

Gifts and Grants Fund

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Local Sources	\$ 62,249	\$ 65,663
State Sources	<u>14,999</u>	<u>15,258</u>
	<u>77,248</u>	<u>80,921</u>
Expenditures		
Instruction	<u>66,230</u>	<u>72,030</u>
	<u>66,230</u>	<u>72,030</u>
Receipts Over (Under) Expenditures	11,018	8,891
Unencumbered Cash, Beginning	48,501	59,519
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 59,519</u>	<u>\$ 68,410</u>

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**AGENCY FUNDS**  
**STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2011**

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Cheerleaders	\$ 296	\$ 3,279	\$ 3,368	\$ 207
Falcons Athletic Club	4,522	1,464	1,525	4,461
Falcons Against Destructive Decisions	116	0	24	92
FFA	1,129	8,248	7,483	1,894
Music Club	2,375	2,167	2,855	1,687
National Honor Society	277	116	89	304
Stuco	4,454	7,105	7,370	4,189
Renaissance Club	85	0	0	85
FFA Scholarship Fund	2,297	750	2,250	797
Wrestling Club	79	600	116	563
FCCLA	230	0	114	116
Class of 2010	369	276	0	645
Class of 2011	1,548	40	1,064	524
Class of 2012	4,233	2,538	5,093	1,678
Class of 2013	916	5,746	2,557	4,105
Class of 2014	276	3,632	2,172	1,736
Football Team	96	742	799	39
Basketball Team	193	1,303	992	504
Girls Basketball Team	0	3,346	1,742	1,604
Middle School Cheerleaders	557	187	208	536
Middle School Stuco	2,522	1,701	1,833	2,390
Elementary School	0	3,894	1,041	2,853
	<u>26,570</u>	<u>47,134</u>	<u>42,695</u>	<u>31,009</u>
 Fairfield West Elementary School Pop Fund	 <u>101</u>	 <u>0</u>	 <u>101</u>	 <u>0</u>
 Total Agency Funds	 <u>\$ 26,671</u>	 <u>\$ 47,134</u>	 <u>\$ 42,796</u>	 <u>\$ 31,009</u>

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**DISTRICT ACTIVITY FUNDS**  
**STATEMENT OF CASH RECEIPTS, EXPENDITURES,**  
**AND UNENCUMBERED CASH**  
**FOR THE YEAR ENDED JUNE 30, 2011**

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Athletics	0	0	10,390	10,390	0	0	0
Forensics	0	0	1,392	1,392	0	0	0
Flower Fund	385	0	342	396	331	0	331
Middle School AR Reading	1	0	0	1	0	0	0
	<u>386</u>	<u>0</u>	<u>12,124</u>	<u>12,179</u>	<u>331</u>	<u>0</u>	<u>331</u>
Fairfield East Elementary School School Club	1,885	0	0	1,885	0	0	0
Library	49	0	0	49	0	0	0
	<u>1,934</u>	<u>0</u>	<u>0</u>	<u>1,934</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fairfield West Elementary School School Club	1,593	0	0	1,593	0	0	0
Library	294	0	0	294	0	0	0
	<u>1,887</u>	<u>0</u>	<u>0</u>	<u>1,887</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total District Activity Funds	<u>\$ 4,207</u>	<u>\$ 0</u>	<u>\$ 12,124</u>	<u>\$ 16,000</u>	<u>\$ 331</u>	<u>\$ 0</u>	<u>\$ 331</u>

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**Note 1 - Summary of Significant Accounting Policies:**

Reporting Entity

**Fairfield Unified School District No. 310** is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Langdon, Sylvia, Arlington, Plevna, Abbyville and Turon, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statements include all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

Basis of Presentation – Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The District has created several types of funds and a number of discrete funds within each fund type. Each fund is accounted for by a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, receipts and expenditures. The individual funds account for the governmental resources allocated to them for the purpose of carrying on specific activities in accordance with laws, regulations or other restrictions.

The following types of funds comprise the financial activities of the District for the year:

**Governmental Funds**

General Fund-To account for all unrestricted resources except those required to be accounted for in another fund.

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

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

Agency Funds-To account for resources held by the District as an agent for others.

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

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.

The District has approved a resolution that is in compliance with K.S.A. 75-110a(c), waiving the requirement for application of accounting principles generally accepted in the United States of America and allowing the municipality to use the 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, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue, matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, 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 accounting principles generally accepted in the United States of America. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

Budget and Tax Cycle

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), and debt service funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no amendments for the year ended June 30, 2011.

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

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

Federal Funds	Gifts and Grants Fund
Contingency Reserve Fund	District Activity Funds
Textbook and Student Material Revolving Fund	

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

**Note 2 - Compensated Absences:**

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

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

**Note 3 - On-Behalf Payments for Fringe Benefits and Salaries:**

The District recognizes as revenues and expenses contributions made by the State of Kansas to the Kansas Public Employees Retirement System (KPERs) on behalf of the District's employees. For the year ended June 30, 2011, the State made contributions of \$145,332. These contributions are recorded in the KPERs Contribution Fund as receipts and expenditures.

**Note 4 - Prior Year Balances:**

Certain prior year balances are presented for comparison purposes. Certain items have been reclassified in the June 30, 2010, financial statements in order to conform to the June 30, 2011, presentation.

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**Note 5 - Deposits:**

K.S.A. 9-1401 establishes the depositories which may be used by the Government. 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 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 Government 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 Government's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2011.

At June 30, 2011, the District's carrying amount of deposits was \$1,060,665 and the bank balance was \$1,224,423. The bank balance is held by two banks. Of the bank balance, \$500,000 was covered by depository insurance, and the remaining \$724,423 was collateralized with securities held by the pledging financial institution's agent in the District's name.

**Note 6 - Interfund Transactions:**

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

	Transfer to:										
	At Risk (K-12)	Bilingual Education	Capital Outlay	Driver Training	Food Service	Professional Development	Summer School	Special Education	Vocational Education	Contingency Reserve	Total
Transfer from: General Fund	\$ 283,858	\$ 11,000	\$ 160,850	\$ 0	\$ 0	\$ 5,000	\$ 11,400	\$ 337,211	\$ 24,072	\$ 30,000	\$ 863,391
Supplemental General Fund	0	0	0	6,000	5,482	6,000	0	108,518	88,530	0	214,530
	<u>\$ 283,858</u>	<u>\$ 11,000</u>	<u>\$ 160,850</u>	<u>\$ 6,000</u>	<u>\$ 5,482</u>	<u>\$ 11,000</u>	<u>\$ 11,400</u>	<u>\$ 445,729</u>	<u>\$ 112,602</u>	<u>\$ 30,000</u>	<u>\$ 1,077,921</u>

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**Note 7 - Postemployment Benefits:**

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

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

Certified personnel are eligible to participate in the District's early retirement program if certain eligibility requirements are met. The employee must have completed fifteen years of service with the District of which the last ten years are consecutive, have a minimum of twenty years of credited service as recognized by KPERS, and be eligible for retirement benefits from KPERS. Eligibility continues until the employee's 65<sup>th</sup> birthday.

The early retirement plan offers benefits under two options. Under the first option retirement remuneration is provided in the amount of 10% of the employee's immediate previous year's salary and \$200 towards the District approved health insurance plan in effect at the time of retirement. The second option provides retirement remuneration in the amount of 15% of the employee's immediate previous year's salary and allows for the employee to remain on the District's approved health insurance plan at the employee's expense. The District did not have any employees receiving benefits under the early retirement program for the year ended June 30, 2011.

**Note 8 - Reimbursed Expenses:**

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

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**Note 9 - 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 Ave, Suite 100, Topeka, KS 66603-3869) or by calling 1-888-275-5737.

Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at a minimum of 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 remaining amount necessary to achieve the actuarially determined contribution rate. Kansas contributed 9.17% of covered payroll for the year ended June 30, 2011. 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, 2011, 2010 and 2009 were \$253,834,044, \$248,468,186 and \$242,277,363 respectively, equal to the required contributions for each year.

**Note 10 - Contingencies:**

Grant Programs

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

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not materially exceeded commercial insurance coverage in any of the past three years.

**Note 11 - Subsequent Events:**

The District has evaluated subsequent events through December 21, 2011, the date which the financial statements were available to be issued.

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**Note 12 - Long-Term Debt:**

Principal payments are due annually for the qualified school construction bonds on June 1. Interest payments are due semi-annually on December 1 and June 1.

Lease payments are due annually.

Terms for long-term liabilities for the District for the year ended June 30, 2011 were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
Qualified School Construction Bonds Series 2010	(0.794)	6/15/10	\$ 2,580,000	6/2/26
Capital Leases				
Athletic Facilities	5.375	9/1/05	\$ 325,000	9/1/10
2007 Blue Bird 28 & 16 Passenger Buses	5.50	12/22/06	\$ 85,913	12/22/11
2007 Blue Bird 53 Passenger Bus	5.50	2/15/07	\$ 61,064	2/15/12
2004 Freightliner 71 Passenger Bus	4.40	4/28/09	\$ 50,850	4/8/12
2 Buses	4.15	1/27/10	\$ 139,900	1/27/15
Tractor/Loader/Mower	7.29	4/29/10	\$ 24,582	4/29/15

Changes in long-term liabilities for the District for the year ended June 30, 2011 were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Qualified School Construction Bonds Series 2010	\$ 2,580,000	\$ 0	\$ 127,769	\$ 2,452,231	\$ 15,526
Capital Leases					
Athletic Facilities	71,978	0	71,978	0	3,869
2007 Blue Bird 28 & 16 Passenger Buses	37,146	0	18,076	19,070	2,043
2007 Blue Bird 53 Passenger Bus	26,402	0	13,848	12,554	1,452
2004 Freightliner 71 Passenger Bus	25,401	0	12,427	12,974	1,118
2 Buses	114,151	0	21,012	93,139	4,737
Tractor/Loader/Mower	18,951	0	4,250	14,701	1,382
	<u>294,029</u>	<u>0</u>	<u>141,591</u>	<u>152,438</u>	<u>14,601</u>
	<u>\$ 2,874,029</u>	<u>\$ 0</u>	<u>\$ 269,360</u>	<u>\$ 2,604,669</u>	<u>\$ 30,127</u>

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

Maturities of long-term debt and interest are as follows:

	Principal			Interest			Total Principal and Interest
	Qualified School Construction Bonds	Capital Leases	Total	Qualified School Construction Bonds	Capital Leases	Total	
2012	\$ 127,769	\$ 71,042	\$ 198,811	\$ 16,151	\$ 7,302	\$ 23,453	\$ 222,264
2013	127,769	27,684	155,453	16,151	3,696	19,847	175,300
2014	127,769	28,988	156,757	16,151	2,394	18,545	175,302
2015	127,769	24,724	152,493	16,151	1,026	17,177	169,670
2016	127,769	0	127,769	16,150	0	16,150	143,919
2017 - 2021	638,845	0	638,845	80,754	0	80,754	719,599
2022 - 2026	1,174,541	0	1,174,541	80,754	0	80,754	1,255,295
	<u>\$ 2,452,231</u>	<u>\$ 152,438</u>	<u>\$ 2,604,669</u>	<u>\$ 242,262</u>	<u>\$ 14,418</u>	<u>\$ 256,680</u>	<u>\$ 2,861,349</u>

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**Note 13 - Compliance with K.S.A. 72-6417(d):**

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending on June 30. The following shows the revenue as required by the Statutes.

Statutory Revenues and Expenditures - Statutory and Budget  
For the Year Ended June 30, 2011

	<u>General Fund</u>		Variance - Favorable
	Statutory Transactions	Budget	(Unfavorable)
<b>Statutory Revenues</b>			
Local Sources	\$ 656,110	\$ 582,720	\$ 73,390
State Sources	2,134,195	2,451,396	(317,201)
Federal Sources	140,910	48,983	91,927
	2,931,215	\$ 3,083,099	\$ (151,884)
<b>Expenditures</b>			
Instruction	1,196,491	\$ 1,256,878	\$ 60,387
Student Support Services	361	1,000	639
Instructional Support Staff	27,902	2,500	(25,402)
General Administration	168,363	157,000	(11,363)
School Administration	78,765	86,200	7,435
Operations & Maintenance	281,057	280,100	(957)
Student Transportation Services	307,581	222,750	(84,831)
Transfers	872,816	1,078,800	205,984
Adjustment to Comply with Legal Max	0	(313,186)	(313,186)
Adjustment for Qualifying Budget Credits	0	161,294	161,294
	2,933,336	\$ 2,933,336	\$ 0
Receipts Over (Under) Expenditures	(2,121)		
Modified Unencumbered Cash, Beginning	2,128		
Prior Year Canceled Encumbrances	0		
Modified Unencumbered Cash, Ending	\$ 7		

**FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

Statutory Revenues and Expenditures - Statutory and Budget  
For the Year Ended June 30, 2011

KPERS Contribution Fund

	<u>Statutory</u>	<u>Budget</u>	<u>Variance -</u> <u>Favorable</u> <u>(Unfavorable)</u>
	<u>Transactions</u>		
<b>Statutory Revenues</b>			
State Sources	\$ 145,332	\$ 194,843	\$ (49,511)
	<u>145,332</u>	<u>\$ 194,843</u>	<u>\$ (49,511)</u>
<b>Expenditures</b>			
Instruction	84,185	\$ 112,864	\$ 28,679
Student Support Services	2,950	3,955	1,005
Instructional Support Staff	2,955	3,961	1,006
General Administration	10,585	14,192	3,607
School Administration	16,553	22,193	5,640
Other Supplemental Services	1,527	2,047	520
Operations and Maintenance	8,620	11,556	2,936
Student Transportation Services	10,390	13,930	3,540
Food Service	7,567	10,145	2,578
	<u>145,332</u>	<u>\$ 194,843</u>	<u>\$ 49,511</u>
Receipts Over (Under) Expenditures	0		
Modified Unencumbered Cash, Beginning	0		
Prior Year Canceled Encumbrances	<u>0</u>		
Modified Unencumbered Cash, Ending	<u>\$ 0</u>		

**FEDERAL AWARD INFORMATION**

FAIRFIELD UNIFIED SCHOOL DISTRICT NO. 310  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2011

Grant Title	Federal CFDA No.	Program Amount	Unencumbered		Expenditures	Unencumbered Cash 6-30-11
			7-1-10	Receipts		
Department of Education						
Rural Education Achievement Program	84.358	\$ 13,980	\$ 0	\$ 12,662	\$ 13,980	\$ (1,318)
(Passes Through Kansas Department of Education)						
Department of Agriculture						
School Breakfast Program	10.553	29,023				
National School Lunch Program	10.555	97,458				
School Food Service	10.559	2,933				
RA-NSLP Equipment	10.579	0				
		<u>129,414</u>	<u>0</u>	<u>129,414</u>	<u>129,414</u>	<u>0</u>
Department of Education						
Title I	84.010	100,259	0	100,259	100,259	0
Title II Tech Literacy	84.318	339	0	339	339	0
Title II	84.367	25,634	0	25,634	25,634	0
Stabilization-ARRA	84.394	48,983	0	48,983	48,983	0
Education Jobs Fund	84.410	85,768	0	85,768	85,768	0
		<u>260,983</u>	<u>0</u>	<u>260,983</u>	<u>260,983</u>	<u>0</u>
(Passes Through USD #308)						
Department of Education						
Carl Perkins	84.048	4,759	0	4,759	4,759	0
(Passes Through Kansas SRS)						
Department of Health and Human Services						
Medicaid	93.778	7,679	0	7,679	7,679	0
Total Federal Awards		\$ 416,815	\$ 0	\$ 415,497	\$ 416,815	\$ (1,318)