

**UNIFIED SCHOOL DISTRICT NO. 326**

Logan, Kansas

Independent Audit Report

July 1, 2010 to June 30, 2011

**MAPES & MILLER LLP**

Certified Public Accountants

Norton, Kansas

UNIFIED SCHOOL DISTRICT NO. 326

Logan, Kansas

Financial Statements

For the Fiscal Year Ended June 30, 2011

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education  
Unified School District No. 326  
Logan, Kansas 67646

We have audited the accompanying financial statements of Unified School District No. 326, Logan, 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.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the guidance in 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, the Unified School District No. 326, Logan, 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 the 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 the Unified School District No. 326, Logan, Kansas, as of June 30, 2011, or changes in financial position for the year then ended. Further, the District has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

To the Board of Education  
Unified School District No. 326  
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Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the Unified School District No. 326, Logan, Kansas as of June 30, 2011, and their respective cash receipts and expenditures and budgetary comparisons for the year then ended, taken as a whole, on the basis of accounting described in Note 1.

# Mapes & Miller LLP

Certified Public Accountants

Norton, Kansas  
March 12, 2012

**UNIFIED SCHOOL DISTRICT NO. 326**

Logan, Kansas

Statement 1

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Summary of Cash Receipts, Expenditures, and Unencumbered Cash  
For the Year Ended June 30, 2011

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General Funds:							
General	\$ (201,641)	0	1,849,957	1,750,237	(101,921)	33,819	(68,102)
Supplemental General	1,942	148	587,351	584,284	5,157	115,777	120,934
Special Revenue:							
At Risk 4 Year Old	30,587	0	72,883	44,968	58,502	1,115	59,617
At Risk K-12	66,348	0	240,000	196,811	109,537	0	109,537
Capital Outlay	186,687	0	72,127	0	258,814	0	258,814
Driver Training	6,703	0	4,687	3,437	7,953	0	7,953
Food Service	52,294	0	144,864	127,864	69,294	321	69,615
Professional Development	10,500	0	7,572	6,032	12,040	1,170	13,210
Summer School	930	0	19,853	4,873	15,910	31	15,941
Special Education	110,578	0	373,098	328,386	155,290	472	155,762
Vocational Education	40,952	0	11,326	24,659	27,619	0	27,619
KPERs Special Retirement Contribution	(44,627)	0	118,762	74,135	0	0	0
Federal Funds	(22,595)	0	116,719	71,624	22,500	993	23,493
Gifts and Grants	4,507	0	113,159	102,744	14,922	0	14,922
Contingency Reserve	163,210	0	0	0	163,210	0	163,210
Textbook Rental and Student Material Revolving	13,838	0	6,749	14,821	5,766	1,103	6,869
District Activity Funds	21,375	0	21,498	20,465	22,408	0	22,408
Fiduciary Type Funds:							
Private Purpose Trust Funds:							
States Scholarship	17,196	0	1,578	900	17,874	0	17,874
Sansom Scholarship	10,259	0	801	800	10,260	0	10,260
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 469,043</u>	<u>148</u>	<u>3,762,984</u>	<u>3,357,040</u>	<u>875,135</u>	<u>154,801</u>	<u>1,029,936</u>

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

UNIFIED SCHOOL DISTRICT NO. 326

Logan, Kansas

Composition of Cash

For the Year Ended June 30, 2011

STATEMENT 1

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First National Bank, Logan, Kansas	
Checking Account	\$ 1,500
NOW Account	679,632
Savings Account	1,318
Certificates of Deposit	314,496
Farmers National Bank, Logan, Kansas	
Checking Account	1,500
NOW Account	53,577
Savings Account	1,091
Certificates of Deposit	<u>9,169</u>
Total Cash	1,062,283
Agency Funds per Statement 4	<u>(32,347)</u>
Total Reporting Entity (Excluding Agency Funds)	\$ <u><u>1,029,936</u></u>

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

**UNIFIED SCHOOL DISTRICT NO. 326**

STATEMENT 2

Logan, Kansas

Summary of Expenditures - Actual and Budget  
For the Year Ended June 30, 2011

Description	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:						
General	\$ 1,794,166	(58,343)	14,414	1,750,237	1,750,237	0
Supplemental General	591,598	(7,314)	0	584,284	584,284	0
Special Revenue:						
At Risk 4 Year Old	80,587	0	0	80,587	44,968	(35,619)
At Risk K-12	306,348	0	0	306,348	196,811	(109,537)
Capital Outlay	306,760	0	0	306,760	0	(306,760)
Driver Training	8,192	0	0	8,192	3,437	(4,755)
Food Service	202,167	0	0	202,167	127,864	(74,303)
Professional Development	8,500	0	0	8,500	6,032	(2,468)
Summer School	12,930	0	0	12,930	4,873	(8,057)
Special Education	431,078	0	0	431,078	328,386	(102,692)
Vocational Education	72,310	0	0	72,310	24,659	(47,651)
KPERS Special Retirement Contribution	103,780	0	0	103,780	74,135	(29,645)
Federal Funds	99,525	0	0	99,525	71,624	*
Gifts and Grants	109,507	0	0	109,507	102,744	*

\* Exempt from Budget Law

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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General Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
Tax in Process	\$ 1,993	12,378	(10,385)
Current Tax	317,546	299,061	18,485
Delinquent Tax	1,943	2,481	(538)
Mineral Tax	10,961	0	10,961
State Equalization Aid	1,217,240	1,241,989	(24,749)
Federal ARRA Stabilization Aid	31,764	31,764	0
Federal Education Jobs Aid	55,618	0	55,618
Special Education Aid	198,478	205,500	(7,022)
User Charges	6,093	0	6,093
Reimbursed Expenses	8,321	0	8,321
	<u>1,849,957</u>	<u><b>1,793,173</b></u>	<u><b>56,784</b></u>
Expenditures:			
Instruction	838,776	939,900	(101,124)
Student Support Services	2,875	8,500	(5,625)
Instructional Support Staff	3,269	4,100	(831)
General Administration	123,946	149,400	(25,454)
School Administration	135,886	138,500	(2,614)
Operations and Maintenance	58,811	27,000	31,811
Student Transportation Services	83,327	84,200	(873)
Transfer to Capital Outlay	0	49,347	(49,347)
Transfer to Driver Training	719	719	0
Transfer to Food Service	22,000	12,000	10,000
Transfer to Summer School	7,453	0	7,453
Transfer to Special Education	225,276	205,500	19,776
Transfer to Vocational Education	10,236	0	10,236
Transfer to At Risk 4 Year Old	72,663	10,000	62,663
Transfer to At Risk K-12	165,000	165,000	0
Adjustment to Comply with Legal Max			
Legal General Fund Budget	<u>0</u>	<u>(58,343)</u>	<u>58,343</u>
	1,750,237	1,735,823	14,414

(Continued)

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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General Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
(Continued)			
Adjustment for Qualifying Budget Credits:	\$		
User Charges	0	6,093	(6,093)
Reimbursed Expenses	<u>0</u>	<u>8,321</u>	<u>(8,321)</u>
 Total Expenditures	 <u>1,750,237</u>	 <u>1,750,237</u>	 <u>0</u>
 Cash Receipts Over (Under) Expenditures	 99,720		
Unencumbered Cash, Beginning	<u>(201,641)</u>		
 Unencumbered Cash, Ending	 \$ <u><u>(101,921)</u></u> *		

\*See Note 13 (Cash Basis Exemption)  
See Note 14 (Statutory Presentation)

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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Supplemental General Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
Tax in Process	\$ 3,733	35,976	(32,243)
Current Tax	394,023	350,045	43,978
Delinquent Tax	3,508	4,059	(551)
Motor Vehicle Tax	28,683	33,334	(4,651)
Recreational Vehicle Tax	851	954	(103)
Other Revenue - Local Sources	2,331	0	2,331
Supplemental State Aid	<u>154,222</u>	<u>152,287</u>	<u>1,935</u>
Total Cash Receipts	<u>587,351</u>	<u>576,655</u>	<u>10,696</u>
Expenditures:			
Instruction	34,648	39,398	(4,750)
General Administration	35,429	33,600	1,829
Operations and Maintenance	217,310	172,840	44,470
Student Transportation Services	95,232	28,402	66,830
Transfer to Food Service	20,000	40,000	(20,000)
Transfer to Professional Development	6,000	6,000	0
Transfer to Summer School	10,000	10,000	0
Transfer to Special Education	90,665	115,000	(24,335)
Transfer to Vocational Education	0	31,358	(31,358)
Transfer to At Risk 4 Year Old	0	40,000	(40,000)
Transfer to At Risk K-12	75,000	75,000	0
Adjustment to Comply with Legal Max			
Legal Supplemental General Fund Budget	<u>0</u>	<u>(7,314)</u>	<u>7,314</u>
Total Expenditures	<u>584,284</u>	<u>584,284</u>	<u>0</u>
Cash Receipts Over (Under) Expenditures	3,067		
Unencumbered Cash, Beginning	1,942		
Prior Year Cancelled Encumbrances	<u>148</u>		
Unencumbered Cash, Ending	\$ <u>5,157</u>		

See Note 14 (Statutory Presentation)

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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At Risk 4 Year Old Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Cash Receipts:			
Other Revenue - Local Sources	\$ 220	0	220
Transfer from General	72,663	10,000	62,663
Transfer from Supplemental General	<u>0</u>	<u>40,000</u>	<u>(40,000)</u>
Total Cash Receipts	<u>72,883</u>	<u>50,000</u>	<u>22,883</u>
Expenditures:			
Instruction	44,968	80,587	(35,619)
Instructional Support Services	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>44,968</u>	<u>80,587</u>	<u>(35,619)</u>
Cash Receipts Over (Under) Expenditures	27,915		
Unencumbered Cash, Beginning	<u>30,587</u>		
Unencumbered Cash, Ending	\$ <u><u>58,502</u></u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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At Risk K-12 Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
Transfer from General	\$ 165,000	165,000	0
Transfer from Supplemental General	<u>75,000</u>	<u>75,000</u>	<u>0</u>
Total Cash Receipts	<u>240,000</u>	<u>240,000</u>	<u>0</u>
Expenditures:			
Instruction	<u>196,811</u>	<u>306,348</u>	<u>(109,537)</u>
Cash Receipts Over (Under) Expenditures	43,189		
Unencumbered Cash, Beginning	<u>66,348</u>		
Unencumbered Cash, Ending	\$ <u>109,537</u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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Capital Outlay Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Cash Receipts:			
Tax in Process	\$ 257	2,941	(2,684)
Current Tax	66,966	63,243	3,723
Delinquent Tax	280	284	(4)
Motor Vehicle Tax	2,128	735	1,393
Recreational Vehicle Tax	62	21	41
Interest on Idle Funds	1,242	0	1,242
Other Revenue - Local Sources	1,192	3,502	(2,310)
Transfer from General	<u>0</u>	<u>49,347</u>	<u>(49,347)</u>
 Total Cash Receipts	 <u>72,127</u>	 <u>120,073</u>	 <u>(47,946)</u>
Expenditures:			
Instruction	0	15,000	(15,000)
Student Support Services	0	10,000	(10,000)
Instructional Support Staff	0	26,304	(26,304)
General Administration	0	90,457	(90,457)
School Administration	0	5,000	(5,000)
Central Services	0	3,000	(3,000)
Operations and Maintenance	0	50,000	(50,000)
Transportation	0	47,043	(47,043)
Other Support Services	0	18,936	(18,936)
Site Improvements	0	25,000	(25,000)
Other	<u>0</u>	<u>16,020</u>	<u>(16,020)</u>
 Total Expenditures	 <u>0</u>	 <u>306,760</u>	 <u>(306,760)</u>
 Cash Receipts Over (Under) Expenditures	 72,127		
Unencumbered Cash, Beginning	<u>186,687</u>		
 Unencumbered Cash, Ending	 \$ <u>258,814</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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**Driver Training Fund**

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
Other Revenue - Local Sources	\$ 3,080	0	3,080
State Aid	888	770	118
Transfer from General	<u>719</u>	<u>719</u>	<u>0</u>
Total Cash Receipts	<u>4,687</u>	<u><b>1,489</b></u>	<u><b>3,198</b></u>
Expenditures:			
Instruction	3,437	8,192	(4,755)
Vehicle Operations and Maintenance	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>3,437</u>	<u><b>8,192</b></u>	<u><b>(4,755)</b></u>
Cash Receipts Over (Under) Expenditures	1,250		
Unencumbered Cash, Beginning	<u>6,703</u>		
Unencumbered Cash, Ending	\$ <u><u><b>7,953</b></u></u>		

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

## UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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**Food Service Fund**

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Cash Receipts:			
Federal Aid	\$ 58,149	48,747	9,402
State Aid	1,048	877	171
Food Service	34,698	43,851	(9,153)
Interest on Idle Funds	3,051	0	3,051
Miscellaneous	1,520	0	1,520
Federal Aid Reimbursement	4,398	0	4,398
Transfer from General	22,000	12,000	10,000
Transfer from Supplemental General	<u>20,000</u>	<u>40,000</u>	<u>(20,000)</u>
Total Cash Receipts	<u>144,864</u>	<u>145,475</u>	<u>(611)</u>
Expenditures:			
Operations and Maintenance	3,393	19,969	(16,576)
Food Service Operation	124,471	177,800	(53,329)
Adjustment for Qualifying Budget Credits:			
Federal Aid Reimbursement	<u>0</u>	<u>4,398</u>	<u>(4,398)</u>
Total Expenditures	<u>127,864</u>	<u>202,167</u>	<u>(74,303)</u>
Cash Receipts Over (Under) Expenditures	17,000		
Unencumbered Cash, Beginning	<u>52,294</u>		
Unencumbered Cash, Ending	\$ <u>69,294</u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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Professional Development Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
Reimbursed Expenses	\$ 1,572	0	1,572
Transfer from Supplemental General	<u>6,000</u>	<u>6,000</u>	<u>0</u>
Total Cash Receipts	<u>7,572</u>	<u>6,000</u>	<u>1,572</u>
Expenditures:			
Instructional Support Staff	<u>6,032</u>	<u>8,500</u>	<u>(2,468)</u>
Cash Receipts Over (Under) Expenditures	1,540		
Unencumbered Cash, Beginning	<u>10,500</u>		
Unencumbered Cash, Ending	\$ <u>12,040</u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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Summer School Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Cash Receipts:			
Other Revenue - Local Sources	\$ 2,400	2,000	400
Transfer from General	7,453	0	7,453
Transfer from Supplemental General	<u>10,000</u>	<u>10,000</u>	<u>0</u>
Total Cash Receipts	<u>19,853</u>	<u>12,000</u>	<u>7,853</u>
Expenditures:			
Instruction	3,508	12,930	(9,422)
Student Activities	<u>1,365</u>	<u>0</u>	<u>1,365</u>
Total Expenditures	<u>4,873</u>	<u>12,930</u>	<u>(8,057)</u>
Cash Receipts Over (Under) Expenditures	14,980		
Unencumbered Cash, Beginning	<u>930</u>		
Unencumbered Cash, Ending	\$ <u>15,910</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

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**Special Education Fund**

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Cash Receipts:			
Other Revenue - Local Sources	\$ 57,157	0	57,157
Transfer from General	225,276	205,500	19,776
Transfer from Supplemental General	<u>90,665</u>	<u>115,000</u>	<u>(24,335)</u>
Total Cash Receipts	<u>373,098</u>	<u>320,500</u>	<u>52,598</u>
Expenditures:			
Instruction	328,219	424,578	(96,359)
General Administration	167	0	167
Student Transportation Services	<u>0</u>	<u>6,500</u>	<u>(6,500)</u>
Total Expenditures	<u>328,386</u>	<u>431,078</u>	<u>(102,692)</u>
Cash Receipts Over (Under) Expenditures	44,712		
Unencumbered Cash, Beginning	<u>110,578</u>		
Unencumbered Cash, Ending	\$ <u><u>155,290</u></u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

Page 12

Vocational Education Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Cash Receipts:			
Miscellaneous	\$ 1,090	0	1,090
Transfer from General	10,236	0	10,236
Transfer from Supplemental General	<u>0</u>	<u>31,358</u>	<u>(31,358)</u>
Total Cash Receipts	<u>11,326</u>	<u>31,358</u>	<u>(20,032)</u>
Expenditures:			
Instruction	<u>24,659</u>	<u>72,310</u>	<u>(47,651)</u>
Cash Receipts Over (Under) Expenditures	(13,333)		
Unencumbered Cash, Beginning	<u>40,952</u>		
Unencumbered Cash, Ending	\$ <u>27,619</u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 3

Logan, Kansas

Page 13

KPERS Special Retirement Contribution Fund

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Cash Receipts:			
State Aid	\$ 118,762	<u>103,780</u>	<u>14,982</u>
Expenditures:			
Instruction	56,343	73,000	(16,657)
Student Support	1,483	270	1,213
General Administration	2,224	7,910	(5,686)
School Administration	1,483	6,600	(5,117)
Operations and Maintenance	6,672	8,000	(1,328)
Student Transportation	2,965	4,000	(1,035)
Food Service	<u>2,965</u>	<u>4,000</u>	<u>(1,035)</u>
Total Expenditures	<u>74,135</u>	<u>103,780</u>	<u>(29,645)</u>
Cash Receipts Over (Under) Expenditures	44,627		
Unencumbered Cash, Beginning	<u>(44,627)</u>		
Unencumbered Cash, Ending	\$ <u>0</u>		

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

UNIFIED SCHOOL DISTRICT NO. 326

Logan, Kansas

Federal Funds

Statement of Cash Receipts and Expenditures

Actual and Budget

For the Year Ended June 30, 2011

STATEMENT 3

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	Title I	Title II Part A	Title II Part D	Title V	ARRA Title I	ARRA Title II D	Small Rural School	Totals	Budget*	Variance Over (Under)
Cash Receipts:										
Federal Aid	\$ 44,984	23,047	380	0	12,605	640	35,063	116,719	77,000	39,719
Expenditures:										
Instruction	35,494	11,527	0	0	6,302	0	18,157	71,480	76,447	(4,967)
Instructional Support Staff	0	0	120	0	0	0	24	144	23,078	(22,934)
Total Expenditures	35,494	11,527	120	0	6,302	0	18,181	71,624	99,525	(27,901)
Cash Receipts Over (Under) Expenditures	9,490	11,520	260	0	6,303	640	16,882	45,095		
Unencumbered Cash, Beginning	(9,490)	(11,520)	(260)	1	(6,303)	(640)	5,617	(22,595)		
Unencumbered Cash, Ending	\$ 0	0	0	1	0	0	22,499	22,500		

\* Exempt from Budget Law per K.S.A. 12-1663.

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

UNIFIED SCHOOL DISTRICT NO. 326  
Logan, Kansas

**Gifts and Grants Funds**  
Statement of Cash Receipts and Expenditures  
Actual and Budget  
For the Year Ended June 30, 2011

	<u>Hansen Foundation</u>	<u>Vehige Endowment</u>	<u>Rose Memorial</u>	<u>Totals</u>	<u>Budget*</u>	<u>Variance Over (Under)</u>
Cash Receipts:						
Donations and Grants	\$ <u>103,359</u>	<u>9,800</u>	<u>0</u>	<u>113,159</u>	<u>105,000</u>	<u>8,159</u>
Expenditures:						
Instruction	102,744	0	0	102,744	104,857	(2,113)
General Administration	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,650</u>	<u>(4,650)</u>
Total Expenditures	<u>102,744</u>	<u>0</u>	<u>0</u>	<u>102,744</u>	<u>109,507</u>	<u>(6,763)</u>
Cash Receipts Over (Under) Expenditures	615	9,800	0	10,415		
Unencumbered Cash, Beginning	<u>2,531</u>	<u>1,973</u>	<u>3</u>	<u>4,507</u>		
Unencumbered Cash, Ending	\$ <u>3,146</u>	<u>11,773</u>	<u>3</u>	<u>14,922</u>		

\* Exempt from Budget Law per K.S.A. 79-2925 and 12-16,111.

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

UNIFIED SCHOOL DISTRICT NO. 326

Logan, Kansas

Any Non-budgeted Fund

Statement of Cash Receipts and Expenditures

Actual

For the Year Ended June 30, 2011

STATEMENT 3

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	<u>Contingency Reserve</u>	<u>Textbook Rental and Student Material Revolving</u>
Cash Receipts:		
Transfer from General	\$ 0	0
Rental Fees & Books	<u>0</u>	<u>6,749</u>
Total Cash Receipts	<u>0</u>	<u>6,749</u>
Expenditures:		
Instruction	<u>0</u>	<u>14,821</u>
Cash Receipts Over (Under) Expenditures	0	(8,072)
Unencumbered Cash, Beginning	<u>163,210</u>	<u>13,838</u>
Unencumbered Cash, Ending	\$ <u>163,210</u>	<u>5,766</u>

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

UNIFIED SCHOOL DISTRICT NO. 326

Logan, Kansas

Any Non-budgeted Fund

Statement of Cash Receipts and Expenditures

Actual

For the Year Ended June 30, 2011

STATEMENT 3

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	<u>States Scholarship</u>	<u>Sansom Scholarship</u>
Cash Receipts:		
Donations	\$ 1,224	640
Interest on Idle Funds	<u>354</u>	<u>161</u>
Total Cash Receipts	<u>1,578</u>	<u>801</u>
Expenditures:		
Scholarships	<u>900</u>	<u>800</u>
Cash Receipts Over (Under) Expenditures	678	1
Unencumbered Cash, Beginning	<u>17,196</u>	<u>10,259</u>
Unencumbered Cash, Ending	\$ <u>17,874</u>	<u>10,260</u>

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

## UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 4

Logan, Kansas

## Agency Funds

Summary of Cash Receipts and Cash Disbursements  
For the Year Ended June 30, 2011

Fund	Beginning Cash Balance	Cash Receipts	Cash Disburse- ments	Ending Cash Balance
Student Organization Funds:				
High School Cheerleaders	\$ 106	6,699	6,085	720
Concessions	1,026	12,837	12,517	1,346
Kays	1,289	7,470	8,729	30
Student Council	6,021	8,874	8,139	6,756
Junior High Cheerleaders	58	4,270	4,188	140
Seventh Grade Class	173	332	173	332
Eighth Grade Class	109	505	380	234
Freshmen	1,814	1,020	1,814	1,020
Sophomores	1,931	2,163	1,931	2,163
Juniors	708	7,474	6,601	1,581
Seniors	0	1,030	1,030	0
Yearbook	8,028	10,449	8,900	9,577
Band	1,469	1,113	786	1,796
Dance Team and Flags	307	1,664	1,906	65
Volleyball Team	500	714	764	450
Football Team	340	664	78	926
High School Girls Basketball Team	1,130	340	1,255	215
High School Boys Basketball Team	9	1,998	1,833	174
Junior High Girls Basketball Team	0	479	286	193
Junior High Boys Basketball Team	0	1,003	775	228
Track Team	557	742	610	689
Art	14	0	0	14
Spanish Club	0	391	239	152
	<u>25,589</u>	<u>72,231</u>	<u>69,019</u>	<u>28,801</u>
Total Student Organization Funds				
Other Agency Funds:				
Sales Tax	0	3,871	3,871	0
Mass Media	0	30	20	10
Calculator Deposits	610	480	320	770
LTA Scholarship	0	0	0	0
Preschool Committee	3,883	4,470	6,768	1,585
Site Council	1,181	0	0	1,181
	<u>5,674</u>	<u>8,851</u>	<u>10,979</u>	<u>3,546</u>
Total Other Agency Funds				
Total Agency Funds	\$ <u>31,263</u>	<u>81,082</u>	<u>79,998</u>	<u>32,347</u>

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

UNIFIED SCHOOL DISTRICT NO. 326

STATEMENT 5

Logan, Kansas

District Activity Funds

Statement of Cash Receipts, Expenditures and Unencumbered Cash

For the Fiscal Year Ended June 30, 2011

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts	\$ 19,471	0	19,913	18,880	20,504	0	20,504
Play	1,750	0	0	0	1,750	0	1,750
Library	154	0	0	0	154	0	154
Book Fair	<u>0</u>	<u>0</u>	<u>1,585</u>	<u>1,585</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total District Activity Funds	<u>\$ 21,375</u>	<u>0</u>	<u>21,498</u>	<u>20,465</u>	<u>22,408</u>	<u>0</u>	<u>22,408</u>

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

UNIFIED SCHOOL DISTRICT NO. 326

Logan, Kansas

Notes to the Financial Statements

June 30, 2011

1. Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 326, Logan, Kansas operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation.

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a government entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading or incomplete. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and imposes its will on that organization. The primary government may also be financially accountable if an organization is fiscally dependent on the primary government, regardless of the authority of the organization's governing board.

Based on the application of the criteria set forth by the Governmental Accounting Standards Board, management has determined that the District has no component units. Accordingly these financial statements present all of the activities of the District in accordance with generally accepted accounting principles.

Fund Accounting

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 District for the fiscal year ended June 30, 2011:

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 revenue sources (other than major capital projects) that are restricted by law or administrative action expended for specified purposes.

Fiduciary Funds:

Private Purpose Trust and Agency Funds--To account for assets held by the District in a purely custodial capacity for individuals, private organizations, other governmental units, and/or other funds.

### Reimbursed Expenditures

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

### 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, with disbursements being adjusted for prior years' 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 is charged in the fund from which the transfer is made.

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

### Departure from Accounting Principles Generally Accepted in the United States of America

The basis of presentation 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 and 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 generally accepted accounting principles. Capital assets that account for the land, building, and equipment owned by the District 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.

## 2. Budgetary Information

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

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

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budget expenditure authority lapses at year-end.

A legal operating budget is not required for fiduciary funds and the following special revenue funds:

	<u>Statutory Authority for Exemption</u>
Title I	K.S.A. 12-1663
Title II, Part A	K.S.A. 12-1663
Title II, Part D	K.S.A. 12-1663
Title V	K.S.A. 12-1663
Small Rural School Grant	K.S.A. 12-1663
Hansen Foundation	K.S.A. 79-2925
Vehige Endowment	K.S.A. 79-2925
Rose Memorial	K.S.A. 79-2925
Contingency Reserve	K.S.A. 72-6426
Textbook Rental and Student Material Revolving	K.S.A. 72-8250
Gate Receipts	K.S.A. 72-8208a
Play	K.S.A. 72-8208a
Library	K.S.A. 72-8208a
Book Fair	K.S.A. 72-8208a

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

### 3. Property Taxes

Property taxes are levied November 1st of the calendar year. A lien is placed on the property when the taxes are levied. The taxes are due one-half on December 20th and one-half the following May 10th. Any taxes unpaid at the due dates are considered delinquent. Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year: such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operation of the District and therefore are not susceptible to accrual.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statements taken as a whole.

4. **Lease Obligations**

There were no long-term leases that required disclosure.

5. **Inventories and Prepaid Expense**

Inventories and prepaid expenses, which benefit future periods, are recorded as an expenditure during the year of purchase.

6. **Compensated Absences**

Annual Leave

The employees of Unified School District No. 326 are allowed ten days of annual leave per year, cumulative to ninety days. Annual leave accumulated greater than ninety days is paid out at the substitute pay rate to all employees. In addition, each certified employee may donate one of their ten annual leave days into a leave bank that will be shared by all certified employees who join the pool. Any certified employee who surpasses his/her own accumulated annual leave may use the leave bank upon approval of the leave bank committee. The leave bank is to be accumulative from one year to the next not to exceed 150 days.

Upon approval of the leave bank committee, the employee may draw up to the maximum number of days from the following schedule:

New employee	10 days
Second year	20 days
Third year and beyond	30 days

Any certified employee who does not join the pool shall be ineligible to belong for three years. After that time they may join the pool in the same manner as a newly hired employee.

The District has adopted an unused annual leave buy-back policy for employees upon retirement. The employee must currently be a full-time employee, must be eligible for full KPERS retirement benefits or have reached age 60, and must have 12 years or more of continuous employment service for the District to be eligible for payment. Any employee who meets the eligibility requirements will receive compensation for unused annual leave at the substitute pay rate. Payment will be according to the following scale:

After 12 years and up to 15 years	- 50 percent
After 16 years and up to 19 years	- 75 percent
After 20 years	- 100 percent

The District also has an administrator annual leave buy-back policy based on a rate of \$83.33 per day and 15 years experience as an administrator in the District and is payable upon retirement. If the retiring administrator has less than 15 years experience the buy-back is based upon the following payment scale:

After 7 years and up to 11 years	- 50 percent
After 11 years and up to 15 years	- 75 percent
After 15 years	- 100 percent

As of June 30, 2011 the District had four employees eligible for annual leave buy-back. The cost of accumulated annual leave at June 30, 2011 is \$24,105 and is included in long-term debt in Note 10.

#### Vacation Pay

The superintendent is allowed four weeks of vacation a year. Other twelve-month employees earn vacation based on the following schedule for calendar years of completed service:

<u>Completed Years of Service</u>	<u>Vacation Days Earned</u>
1st and 2nd years	5 days
3rd through 10th years	10 days
11th year	11 days
12th year	12 days
13th year	13 days
14th year	14 days
15th year	15 days

The cost of accumulated vacation pay for twelve month employees at June 30, 2011 is \$1,264 and is included in long-term debt in Note 10.

#### 7. Defined Benefit Pension Plan

Plan Description. Unified School District No. 326, Logan, Kansas contributes to the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined pension plan as provided by K.S.A. 74-4901, et. seq. KPERS provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issue a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100, Topeka, Kansas 66603-3869) 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 for active members hired before July 1, 2009. For active members employed on or after July 1, 2009, K.S.A. 74-49,210 establishes the KPERS member-employee contribution rate at 6% of covered salaries. Member-employee 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 currently contributes 9.17% of covered payroll, which includes 1% for Group Death and Disability Insurance. There was a moratorium on the 1% collection for Group Death and Disability Insurance from April 1, 2011 through June 30, 2011. These contribution requirements are established by KPERS and are periodically revised. Kansas' contribution to KPERS for all public school employees for the years ending June 30, 2010 and 2009 was \$248,468,186 and \$242,277,363, respectively. As of June 30, 2011, the State of Kansas contributed \$188,864,352. The remaining \$64,969,692 was contributed by July 12, 2011. The amounts attributable to the District for the years ending June 30, 2011, 2010, and 2009 were \$74,135, \$90,242, and \$90,244, respectively.

**8. Other Post Employment Benefits**

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

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

**9. Deposits and Investments**

At June 30, 2011, the District had no investments except for certificates of deposit which are considered to be a component of deposits.

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on the funds. In addition, K.S.A 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

**Concentration of Credit Risk**

State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

**Custodial Credit Risk – Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has not designated any "peak periods" with eligible depositories. All deposits were not legally secured at June 30, 2011.

At June 30, 2011, the District's carrying amount of deposits was \$1,062,283 and the bank balance was \$1,186,304. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$319,318 was covered by federal depository insurance, \$772,823 was collateralized with securities held by the pledging financial institutions' agents in the District's name and \$94,163 was unsecured.

10. General Long-term Debt

Changes in long-term liabilities for Unified School District No. 326, Logan, Kansas for the year ended June 30, 2011 were as follows:

Issue	Interest Rates	Date Issued	Year of Maturity	Original Amount	Balance Beginning of Year	Net Change	Balance End of Year
Compensating Absences:							
Annual Leave	N/A	N/A	N/A	N/A	\$ 20,883	3,222	24,105
Vacation	N/A	N/A	N/A	N/A	528	736	1,264
Total Compensated Absences					<u>\$ 21,411</u>	<u>3,958</u>	<u>25,369</u>

11. 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 for which the District purchases commercial insurance.

During the year ended June 30, 2011, the District did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three fiscal years.

12. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	Summer School	K.S.A. 72-6428	\$ 7,453
General	Special Education	K.S.A. 72-6428	225,276
General	Vocational Education	K.S.A. 72-6428	10,236
General	Food Service	K.S.A. 72-6428	22,000
General	At Risk 4 Year Old	K.S.A. 72-6428	72,663
General	At Risk K-12	K.S.A. 72-6428	165,000
Supplemental General	Food Service	K.S.A. 72-6433	20,000
Supplemental General	Professional Development	K.S.A. 72-6433	6,000
Supplemental General	Summer School	K.S.A. 72-6433	10,000
Supplemental General	Special Education	K.S.A. 72-6433	90,665
Supplemental General	At Risk K-12	K.S.A. 72-6433	75,000

**13. Compliance with Kansas Statutes****Cash Basis Violation**

K.S.A. 10-1113 requires each fund to comply with the cash basis laws of Kansas. That is, no commitments or indebtedness should be incurred unless there is available cash in the fund.

The General Fund incurred indebtedness in excess of the available cash balance. The General Fund expenditures exceeded the fund balance due to the final June state aid payment for the 2011 fiscal year being received after June 30, 2011. The June state aid for the General Fund of \$101,973 was received on July 7, 2011. K.S.A. 10-1116(a) exempts expenditures by school districts that are in excess of current revenues if the deficit in revenues is caused by late distribution of general state aid.

**Other Compliance**

K.S.A. 75-3317 through 75-3322 requires the District to make mandatory purchases of products and services offered by Kansas industries for the blind and severely disabled. The District did not make such purchases.

K.S.A. 9-1402 requires the District's deposits with statutorily authorized financial institutions be adequately secured. At June 30, 2011, \$94,163 in deposits at First National Bank & Trust were unsecured.

**14. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d)**

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) requires 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 June 30. The following shows the revenue as required by the statutes.

14. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d) (continued)

STATUTORY REVENUES AND EXPENDITURES – STATUTORY AND BUDGET  
For the Year Ended June 30, 2011

GENERAL FUND

	Statutory Transactions	Budget	Variance Over (Under)
Statutory Revenues:			
Tax in Process	\$ 1,993	12,378	(10,385)
Current Tax	317,546	299,061	18,485
Delinquent Tax	1,943	2,481	(538)
Mineral Tax	10,961	0	10,961
State Equalization Aid	1,116,579	1,241,989	(125,410)
Federal ARRA Stabilization Aid	31,764	31,764	0
Federal Education Jobs Aid	55,618	0	55,618
Special Education State Aid	198,478	205,500	(7,022)
User Charges	6,093	0	6,093
Reimbursed Expenses	8,321	0	8,321
Total Statutory Revenues	<u>1,749,296</u>	<u>1,793,173</u>	<u>(43,877)</u>
Expenditures:			
Instruction	838,776	939,900	(101,124)
Student Support Services	2,875	8,500	(5,625)
Instructional Support Staff	3,269	4,100	(831)
General Administration	123,946	149,400	(25,454)
School Administration	135,886	138,500	(2,614)
Operations and Maintenance	58,811	27,000	31,811
Student Transportation Services	83,327	84,200	(873)
Transfer to Capital Outlay	0	49,347	(49,347)
Transfer to Driver Training	719	719	0
Transfer to Food Service	22,000	12,000	10,000
Transfer to Summer School	7,453	0	7,453
Transfer to Special Education	225,276	205,500	19,776
Transfer to Vocational Education	10,236	0	10,236
Transfer to At Risk 4 Year Old	72,663	10,000	62,663
Transfer to At Risk K-12	165,000	165,000	0
Adjustment to Qualify for Legal Max	0	(58,343)	58,343
Legal General Fund Budget	1,750,237	1,735,823	14,414
Adjustment for Qualifying Budget Credits:			
User Charges	0	6,093	(6,093)
Reimbursed Expenses	0	8,321	(8,321)
Total Expenditures	<u>1,750,237</u>	<u>1,750,237</u>	<u>0</u>
Revenue Over (Under) Expenditures	(941)		
Modified Unencumbered Cash, Beginning	993		
Modified Unencumbered Cash, Ending	<u>\$ 52</u>		

14. Compliance with K.S.A. 72-6417(d) and K.S.A. 72-6434(d) (continued)

STATUTORY REVENUES AND EXPENDITURES – STATUTORY AND BUDGET  
For the Year Ended June 30, 2011

SUPPLEMENTAL GENERAL

	Statutory Transactions	Budget	Variance Over (Under)
Statutory Revenues:			
Tax in Process	\$ 3,733	35,976	(32,243)
Current Tax	394,023	350,045	43,978
Delinquent Tax	3,508	4,059	(551)
Motor Vehicle Tax	28,683	33,334	(4,651)
Recreational Vehicle Tax	851	954	(103)
Other Revenue - Local Sources	2,331	0	2,331
Supplemental State Aid	<u>149,914</u>	<u>152,287</u>	<u>(2,373)</u>
Total Statutory Revenues	<u>583,043</u>	<u>576,655</u>	<u>6,388</u>
Expenditures:			
Instruction	34,648	39,398	(4,750)
Student Support Services	0	0	0
General Administration	35,429	33,600	1,829
School Administration	0	0	0
Operations and Maintenance	217,310	172,840	44,470
Student Transportation Services	95,232	28,402	66,830
Transfer to Food Service	20,000	40,000	(20,000)
Transfer to Professional Development	6,000	6,000	0
Transfer to Summer School	10,000	10,000	0
Transfer to Special Education	90,665	115,000	(24,335)
Transfer to Vocational Education	0	31,358	(31,358)
Transfer to At Risk 4 Year Old	0	40,000	(40,000)
Transfer to At Risk K-12	75,000	75,000	0
Adjustment to Qualify for Legal Max	<u>0</u>	<u>(7,314)</u>	<u>7,314</u>
Total Expenditures	<u>584,284</u>	<u>584,284</u>	<u>0</u>
Revenue Over (Under) Expenditures	(1,241)		
Modified Unencumbered Cash, Beginning	14,943		
Prior Year Cancelled Encumbrances	<u>148</u>		
Modified Unencumbered Cash, Ending	<u>\$ 13,850</u>		

15. **KPERS Special Retirement Contribution Fund**

The KPERS Special Retirement Contribution Fund, as shown below, reflects all state aid for the fiscal year ended June 30, 2011, as confirmed by the Kansas State Department of Education. This presentation excludes the January and April 2010 state aid payments of \$22,612 and \$22,015 received on July 7 and July 8, 2010, respectively.

UNIFIED SCHOOL DISTRICT NO. 326  
REVENUES AND EXPENDITURES – FISCAL YEAR AND BUDGET  
For the Year Ended June 30, 2011

KPERS SPECIAL RETIREMENT CONTRIBUTION FUND

	<u>Fiscal Year</u> <u>Transactions</u>	<u>Budget</u>	Variance Over (Under)
Revenues:			
Total Statutory Revenues	\$ 74,135	<u>103,780</u>	<u>(29,645)</u>
Expenditures:			
Instruction	56,343	73,000	(16,657)
Student Support Services	1,483	270	1,213
General Administration	2,224	7,910	(5,686)
School Administration	1,483	6,600	(5,117)
Operations and Maintenance	6,672	8,000	(1,328)
Student Transportation Services	2,965	4,000	(1,035)
Food Service	<u>2,965</u>	<u>4,000</u>	<u>(1,035)</u>
Total Expenditures	<u>74,135</u>	<u>103,780</u>	<u>(29,645)</u>
Revenue Over (Under) Expenditures	0		
Modified Unencumbered Cash, Beginning	<u>0</u>		
Modified Unencumbered Cash, Ending	<u>\$ 0</u>		