UNIFIED SCHOOL DISRICT NUMBER 368

Paola, Kansas

FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

June 30, 2011

Unified School District Number 368
Paola, Kansas

FINANCIAL STATEMENTS
For the Year Ended June 30, 2011

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Unified School District Number 368
Paola, Kansas

FINANCIAL STATEMENTS
For the Year Ended June 30, 2011

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Education
Unified School District Number 368
Paola, Kansas

We have audited the accompanying financial statements of the individual funds of Unified School District Number 368, Paola, Kansas as of and for the year ended June 30, 2011, which collectively comprise the financial statements of the District's government 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; the *Kansas Municipal Audit Guide*; and the standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States. Those standards 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 in Note I-B, the District prepared these financial statements using accounting practices prescribed or permitted by the State of Kansas, Division of Accounts and Reports, which practices differ from accounting principles generally accepted in the United States of America. The effects 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 Unified School District Number 368, Paola, Kansas, as of June 30, 2011, or the changes in its financial position for the year then ended.

Also in our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the individual funds of Unified School District Number 368, Paola, Kansas, as of June 30, 2011, and its cash receipts and expenditures, for the year then ended on the basis of accounting described in Note I-B.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2011, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements taken as a whole. Schedules 1 and 2 and graphs are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. Schedules 1 and 2, graphs and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Taylor & Shreckhise, Chartered

November 3, 2011
Ottawa, Kansas

Unified School District Number 368
Paola, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended June 30, 2011

	Unencumbered Cash and Investments Balance (Deficit) July 1, 2010	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures
Governmental type funds				
General funds				
General	$ (1,078,074)	$ 0	$ 11,960,591	$ 11,563,606
Supplemental general	(154,909)	0	4,141,564	3,871,275
Special revenue funds				
Adult education	11,376	0	381,009	381,009
Adult supplementary education	11,843	0	108,136	103,706
At risk	249,913	0	983,868	784,038
Bilingual education	0	0	42,407	2,407
Capital outlay	1,381,801	0	955,756	374,849
Driver training	5,784	0	21,645	19,930
Food service	214,113	0	1,048,196	990,121
Professional development	22,398	0	20,000	17,126
Parent education program	(31,697)	0	190,383	209,910
Special education	573,926	0	2,480,762	2,071,381
Vocational education	50,754	0	635,582	479,093
Kansas Public Retirement System	0	0	1,253,814	1,253,814
Coop special education	1,676,343	0	12,520,587	12,396,700
Special assessment	29,068	0	33	0
Title I	0	0	346,527	346,527
Title II A-Teacher Quality Improve	0	0	56,448	56,448
Title II D-Education Technology	0	0	6,798	6,798
Vocational education-Carl Perkins	0	0	34,452	34,452
Contingency reserve	850,000	0	175,000	0
Student material revolving	55,834	0	209,492	35,821
Homeless	0	0	2,892	2,892
Gate receipts and user charges	7,991	0	173,966	173,457
Capital projects				
Bond and interest	2,531,535	0	2,421,236	2,432,473
Proprietary type funds				
Internal service fund				
Health Insurance	468,233	0	1,992,838	2,030,446
Fiduciary type funds				
Expendable trusts				
Scholarship and other trust funds	61,754	0	40,528	37,769
Nonexpendable trusts				
Scholarship	258,094	0	5,332	5,332
Component unit				
Endowment trusts	1,401,026	0	407,723	273,520
Total reporting entity (excluding agency funds)	$ 8,597,105	$ 0	$ 42,617,565	$ 39,954,900

The accompanying notes are an integral part of this statement.

Statement 1

Unencumbered Cash and Investments Balance (Deficit) June 30, 2010	Outstanding Encumbrances and Accounts Payable	Cash and Investments Balance (Deficit) June 30, 2011		
$ (681,089)	$ 108,823	$ (572,266)	**Composition of ending cash and investments**	
115,380	242,077	357,457	**Demand Deposits**	
11,376	6,934	18,310	Great Southern Bank	$ (1,880,549)
-16,273	3,868	20,141	Great Southern Bank	557,786
449,743	3,075	452,818	Citizens State Bank	33,417
40,000	0	40,000	First Option Bank	101,231
1,962,708	2,006	1,964,714	Activity Fund Accounts	124,670
7,499	486	7,985	**Time Deposits**	
272,188	12,774	284,962	Certificates of deposit	
25,272	463	25,735	Great Southern Bank	8,641,501
(51,224)	7,506	(43,718)	Landmark Bank	188,367
983,307	5,715	989,022	First Option Bank	2,393,947
207,243	2,047	209,290	First Option Bank	8,950
0	0	0	First Option Bank	10,000
1,800,230	32,572	1,832,802	First Option Bank	258,094
29,101	0	29,101	Less Agency funds	
0	28,953	28,953	per Statement 4	(116,170)
0	1,920	1,920		
0	0	0		10,321,244
0	1,816	1,816	Investments	
1,025,000	0	1,025,000	Stocks and Bonds	
229,505	0	229,505	of Endowment Trust	1,501,812
0	0	0		$
8,500	0	8,500	Total cash and investments	11,823,056
2,520,298	0	2,520,298		
430,625	102,250	532,875		
64,513	0	64,513		
258,094	0	258,094		
1,535,229	0	1,535,229		
$ 11,259,771	$ 563,285	$ 11,823,056		

Unified School District Number 368
Paola, Kansas

SUMMARY OF EXPENDITURES-ACTUAL AND BUDGET
BUDGETED FUNDS
For the Year Ending June 30, 2011

	Certified Budget	Adjustment to Comply with Legal Max
General Funds		
General Fund	$ 11,550,548	$ (10,020)
Supplemental general local option	3,871,275	0
Special Revenue Funds		
Adult education	455,634	0
Adult supplementary education	100,393	0
At risk	1,133,758	0
Bilingual education	7,407	0
Capital outlay	2,317,270	0
Driver training	23,764	0
Food service	1,257,240	0
Professional development	42,398	0
Parent education program	242,576	0
Special education	2,750,189	0
Vocational education	590,207	0
Kansas Public Retirement System	1,648,936	0
Co-op special education	13,371,981	0
Debt Service Funds		
Bond and interest	2,432,474	0
Total Certified Budget	$ 41,796,050	$ (10,020)

The accompanying notes are an integral part of this statement.

Statement 2

Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
$ 23,078	$ 11,563,606	$ 11,563,606	$ 0
0	3,871,275	3,871,275	0
0	455,634	381,009	74,625
84,166	184,559	103,706	80,853
0	1,133,758	784,038	349,720
0	7,407	2,407	5,000
0	2,317,270	374,849	1,942,421
0	23,764	19,930	3,834
0	1,257,240	990,121	267,119
0	42,398	17,126	25,272
0	242,576	209,910	32,666
0	2,750,189	2,071,381	678,808
0	590,207	479,093	111,114
0	1,648,936	1,253,814	395,122
0	13,371,981	12,396,700	975,281
0	2,432,474	2,432,473	1
$ 107,244	$ 41,893,274	$ 36,951,438	$ 4,941,836

Unified School District Number 368
Paola, Kansas

Statement 3

GENERAL FUNDS
GENERAL FUND
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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Ad valorem property	$ 2,369,584	$ 2,350,970	$ 2,256,639	$ 94,331
Delinquent	60,273	56,458	43,255	13,203
Reimbursed expenses	18,581	23,798	0	23,798
Miscellaneous	694	(720)	0	(720)
County Sources				
In Lieu of Taxes IRBs	1,410	846	1,603	(757)
State sources				
Equalization aid	7,197,073	7,119,379	7,662,675	(543,296)
Special education aid	1,179,851	1,844,846	1,380,991	463,855
Machinery & equipment aid	3,800	0	0	0
Mineral production	673	0	0	0
Federal Sources				
Education jobs	0	359,629	0	359,629
ARRA Stabilization Funds	551,898	205,385	205,385	0
Total cash receipts	11,383,837	11,960,591	$ 11,550,548	$ 410,043
Expenditures				
Instruction				
Salaries	4,912,090	4,860,091	$ 5,115,372	$ 255,281
Employee benefits	887,560	843,464	987,340	143,876
Purchased Property Services	0	0	6,000	6,000
Supplies	211,599	200,396	198,155	(2,241)
Student activities	93,686	92,510	89,590	(2,920)
Student support services				
Salaries	162,839	162,106	168,000	5,894
Employee benefits	23,101	21,750	23,100	1,350
Supplies	412	1,107	0	(1,107)
Instruction support staff				
Salaries	430,632	386,263	391,000	4,737
Employee benefits	37,558	32,138	33,600	1,462
Supplies	22,874	19,527	21,050	1,523
General administration				
Salaries	292,851	310,249	289,000	(21,249)
Employee benefits	79,724	72,407	84,970	12,563
Purchased professional services	25,691	12,424	10,000	(2,424)
Other	30,780	35,880	33,930	(1,950)
School administration				
Salaries	857,096	882,978	878,000	(4,978)
Employee benefits	136,797	130,507	145,400	14,893

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

GENERAL FUNDS
GENERAL FUND
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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Expenditures (continued)				
Operations and maintenance				
Salaries	$ 462,365	$ 440,909	$ 478,000	$ 37,091
Employee benefits	121,322	108,435	132,800	24,365
Purchased property services	554	0	0	0
Supplies	30	20	0	(20)
Other supplemental services				
Salaries	193,198	197,006	198,000	994
Operating transfers				
Special education	1,292,930	1,502,164	1,380,991	(121,173)
At risk (K-12)	944,285	983,868	883,843	(100,025)
Contingency reserve	200,000	175,000	0	(175,000)
Bilingual	10,545	42,407	2,407	(40,000)
Food service	0	50,000	0	(50,000)
Professional development	16,000	0	0	0
Adjustment to comply with legal maximum	0	0	(10,020)	(10,020)
Legal fund budget & expenditures	11,446,519	11,563,606	11,540,528	(23,078)
Adjustments for qualifying budget credits	0	0	23,078	23,078
Total expenditures	11,446,519	11,563,606	$ 11,563,606	$ 0
Receipts over (under) expenditures	(62,682)	396,985		
Unencumbered cash (deficit), July 1,	(1,015,392)	(1,078,074)		
Unencumbered cash (deficit), June 30,	$ (1,078,074)	$ (681,089)		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

GENERAL FUNDS
SUPPLEMENTAL GENERAL LOCAL OPTION FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Ad valorem property	$ 2,109,406	$ 2,412,696	$ 2,213,578	$ 199,118
Delinquent	57,548	53,679	38,521	15,158
County sources				
Motor vehicle	262,034	256,689	277,045	(20,356)
Recreational vehicle tax	6,522	6,166	6,433	(267)
In lieu of taxes IRBs	1,158	871	1,516	(645)
State sources				
Supplemental state aid	973,862	1,411,463	1,227,318	184,145
Federal sources				
ARRA stabilization	337,799	0	0	0
Total cash receipts	3,748,329	4,141,564	$ 3,764,411	$ 377,152
Expenditures				
Instruction				
Salaries	337,799	0	$ 0	$ 0
Supplies	107,196	77,793	100,900	23,107
Student activities	12,437	14,076	15,000	924
Equipment	93,723	70,265	21,670	(48,595)
General administration				
Purchased professional services	2,342	4,165	2,000	(2,165)
Purchased property services	127,356	221,413	195,000	(26,413)
Other purchased services	190,370	200,617	235,000	34,383
Operations and maintenance				
Salaries	202,798	195,825	208,000	12,175
Employee Benefits	39,133	38,285	41,320	3,035
Purchased property services	193,009	210,323	248,200	37,877
Other purchased services	20,517	(1,984)	23,500	25,484
Supplies	498,946	476,627	598,100	121,473
Vehicle operating services				
Other purchased services	630,897	436,169	690,000	253,831
Motor fuel	86,432	106,719	166,472	59,753
Other supplemental services				
Other purchased services	81,920	62,254	65,000	2,746
Supplies	624	3,860	5,000	1,140
Property	37,056	26,452	25,000	(1,452)
Operating transfers				
Adult education	32,500	32,500	32,500	0
Adult supplementary education	12,000	7,000	7,000	0

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

GENERAL FUNDS
SUPPLEMENTAL GENERAL LOCAL OPTION FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Operating transfers - continued				
Food service	$ 50,000	$ 29,489	$ 0	$ (29,489)
Professional Development	0	20,000	20,000	0
Parent education program	26,340	26,340	26,340	0
Special education	511,559	878,787	645,273	(233,514)
Textbooks	0	100,000	0	(100,000)
Vocational education	526,816	634,300	500,000	(134,300)
Adjustment to comply with legal maximum	0	0	0	0
Legal fund budget & expenditures	3,821,771	3,871,275	$ 3,871,275	$ 0
Receipts over (under) expenditures	(73,442)	270,289		
Unencumbered cash, July 1	(81,467)	(154,909)		
Unencumbered cash, June 30	$ (154,909)	$ 115,380		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ADULT EDUCATION FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Miscellaneous	$ 30	$ 0	$ 63,251	$ (63,251)
State sources				
Adult basic aid	53,736	52,295	121,232	(68,937)
Federal sources				
Adult education aid	82,824	296,214	227,276	68,938
Operating transfers				
Supplemental general	32,500	32,500	32,500	0
Total cash receipts	169,090	381,009	$ 444,259	$ (63,250)
Expenditures				
Instruction				
Salaries	70,346	187,048	$ 215,049	$ 28,001
Employee benefits	17,509	39,334	53,699	14,365
Other purchased services	8,603	12,312	10,822	(1,490)
Teaching supplies	10,236	8,765	7,000	(1,765)
Property	800	14,395	7,000	(7,395)
Student support services				
Salaries	0	27,451	35,667	8,216
Other purchased services	0	0	13,866	13,866
Other	0	0	500	500
Special area administration				
Salaries	30,349	41,366	39,000	(2,366)
Supplies	0	0	14,750	14,750
Property	0	0	1,000	1,000
Miscellaneous expenses	4,105	11,073	0	(11,073)
Operation and maintenance				
Purchased property services	5,135	1,245	2,755	1,510
Other purchased services	4,377	10,769	2,755	(8,014)
Supplies	17,599	27,251	40,396	13,145
Other	0	0	11,375	11,375
Total expenditures	169,059	381,009	$ 455,634	$ 74,625
Receipts over (under) expenditures	31	0		
Unencumbered cash, July 1	11,345	11,376		
Unencumbered cash, June 30	$ 11,376	$ 11,376		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ADULT SUPPLEMENTARY EDUCATION FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Class fees	$ 7,766	$ 8,810	$ 7,000	$ 1,810
Miscellaneous	25,991	8,160	74,550	(66,390)
Reimbursements	54,026	84,166	0	84,166
Federal sources				
Adult education aid	6,438	0	0	0
Operating transfers				
Supplemental general	12,000	7,000	7,000	0
Total cash receipts	106,222	108,136	$ 88,550	$ 19,586
Expenditures				
Instruction				
Salaries	38,245	30,916	$ 41,843	$ 10,927
Employee benefits	8,572	7,152	7,180	28
Purchased Professional & Tech Services	0	0	18,900	18,900
Other purchased services	23,156	40,080	7,000	(33,080)
Supplies	22,547	25,558	25,470	(88)
School administration	9,680	0	0	0
Legal fund budget & expenditures	102,200	103,706	100,393	(3,313)
Adjustments for qualifying budget credits	0	0	84,166	84,166
Total expenditures	102,200	103,706	$ 184,559	$ 80,853
Receipts over (under) expenditures	4,022	4,430		
Unencumbered cash, July 1	7,821	11,843		
Unencumbered cash, June 30	$ 11,843	$ 16,273		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
AT RISK FUND (K-12)

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Operating transfers				
General fund	$ 944,285	$ 983,868	$ 883,843	$ 100,025
Total cash receipts	944,285	983,868	$ 883,843	$ 100,025
Expenditures				
Instruction				
Salaries	631,116	696,671	$ 1,007,158	$ 310,487
Employee benefits	45,715	53,289	65,600	12,311
Purchased professional services	10,323	6,444	6,000	(444)
Other purchased services	1,277	2,638	3,000	362
Supplies	56,130	24,996	52,000	27,004
Total expenditures	744,561	784,038	$ 1,133,758	$ 349,720
Receipts over (under) expenditures	199,724	199,830		
Unencumbered cash, July 1	50,189	249,913		
Unencumbered cash, June 30	$ 249,913	$ 449,743		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
BILINGUAL EDUCATION

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Other	0	0	5,000	(5,000)
Operating transfers				
General fund	$ 10,545	$ 42,407	$ 2,407	$ 40,000
Total cash receipts	10,545	42,407	$ 7,407	$ 35,000
Expenditures				
Instruction				
Salaries	10,545	2,407	$ 7,407	$ 5,000
Total expenditures	10,545	2,407	$ 7,407	$ 5,000
Receipts over (under) expenditures	0	40,000		
Unencumbered cash, July 1	0	0		
Unencumbered cash, June 30	$ 0	$ 40,000		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CAPITAL OUTLAY FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Ad valorem property	$ 763,690	$ 763,506	$ 733,830	$ 29,676
Delinquent	16,194	17,338	14,038	3,300
Interest	64,594	75,697	80,000	(4,303)
Other revenue	423	271	25,000	(24,729)
County sources				
Motor vehicle	66,860	78,883	84,420	(5,537)
Recreational vehicle	1,667	1,896	1,960	(64)
In Lieu of Taxes IRBs	395	0	462	(462)
Other				
Miscellaneous	18,897	18,165	0	18,165
Total cash receipts	932,720	955,756	$ 939,710	$ 16,046
Expenditures				
Instruction				
Property	153,689	132,536	$ 1,175,000	$ 1,042,464
Operation and maintenance				
Property	29,441	120,453	232,270	111,817
Facility acquisition & construction services				
Architectural and Engineering services	0	0	10,000	10,000
Other	370,329	121,860	900,000	778,140
Total expenditures	553,458	374,849	$ 2,317,270	$ 1,942,421
Receipts over (under) expenditures	379,261	580,907		
Unencumbered cash, July 1	1,002,540	1,381,801		
Unencumbered cash, June 30	$ 1,381,801	$ 1,962,708		

The accompanying notes are an integral part of this statement.

Unified School District Number 368, Paola
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
DRIVER TRAINING FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Driver's ed fees	$ 13,804	$ 17,353	$ 13,920	$ 3,433
State Sources				
State safety aid	3,950	4,292	4,060	232
Total cash receipts	17,754	21,645	$ 17,980	$ 3,665
Expenditures				
Instruction				
Salaries	0	1,850	$ 0	$ (1,850)
Employee benefits	0	145	0	(145)
Supplies	287	279	2,000	1,721
Other	30,115	16,525	18,764	2,239
Operations and maintenance				
Supplies	603	1,131	3,000	1,869
Total expenditures	31,005	19,930	$ 23,764	$ 3,834
Receipts over (under) expenditures	(13,250)	1,715		
Unencumbered cash, July 1	19,034	5,784		
Unencumbered cash, June 30	$ 5,784	$ 7,499		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FOOD SERVICE FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Student meal receipts	$ 396,560	$ 363,866	$ 415,790	$ (51,924)
Adult meal receipts	23,685	20,268	200,229	(179,961)
Ala Carte meals	150,573	143,017	0	143,017
Interest	2,100	2,775	2,500	275
Reimbursements	17,202	24,604	21,000	3,604
State sources				
Equalization aid	10,394	10,619	8,744	1,875
Federal sources				
Child nutrition programs	399,156	403,558	394,536	9,022
Operating transfers				
General	0	50,000	0	50,000
Supplemental general	50,000	29,489	0	29,489
Total cash receipts	1,049,670	1,048,196	$ 1,042,799	$ 5,398
Expenditures				
Food service operation				
Salaries	503,790	509,568	$ 746,441	$ 236,873
Employee benefits	62,869	61,126	66,800	5,674
Other purchased services	11,146	11,310	10,000	(1,310)
Supplies	366,893	356,508	409,049	52,541
Property	19,512	43,438	16,200	(27,238)
Other	7,906	8,171	8,750	579
Total expenditures	972,116	990,121	$ 1,257,240	$ 267,119
Receipts over (under) expenditures	77,555	58,075		
Unencumbered cash, July 1	136,558	214,113		
Unencumbered cash, June 30	$ 214,113	$ 272,188		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
PROFESSIONAL DEVELOPMENT FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
State sources				
Equalization aid	$ 847	$ 0	$ 0	$ 0
Operating transfers				
General	16,000	0	0	0
Supplemental General	0	20,000	20,000	0
Total cash receipts	16,847	20,000	$ 20,000	$ 0
Expenditures				
Student support services				
Salaries	0	0	$ 22,398	$ 22,398
Purchased professional and technical services	15,659	17,126	20,000	2,874
Total expenditures	15,659	17,126	$ 42,398	$ 25,272
Receipts over (under) expenditures	1,188	2,874		
Unencumbered cash, July 1	21,210	22,398		
Unencumbered cash, June 30	$ 22,398	$ 25,272		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
PARENT EDUCATION PROGRAM FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Other district payments	$ 69,362	$ 56,192	$ 69,801	$ (13,609)
Other revenue from Local	0	972	0	972
State sources				
Parent education aid	142,506	106,879	142,506	(35,627)
Operating transfers				
Supplemental general	26,340	26,340	26,340	0
Total cash receipts	238,208	190,383	$ 238,647	$ (48,264)
Expenditures				
Student support services				
Salaries	174,314	147,087	$ 153,929	$ 6,842
Employee benefits	27,753	32,845	43,000	10,155
Purchased prof & tech services	3,640	3,213	4,000	787
Other purchased services	18,479	12,521	20,500	7,979
Supplies	6,274	3,909	8,500	4,591
Property	4,616	7,422	5,500	(1,922)
Other	3,571	2,913	7,147	4,234
Total expenditures	238,647	209,910	$ 242,576	$ 32,666
Receipts over (under) expenditures	(439)	(19,527)		
Unencumbered cash, July 1	(31,258)	(31,697)		
Unencumbered cash, June 30	$ (31,697)	$ (51,224)		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL EDUCATION FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Other	$ 99,171	$ 99,811	$ 150,000	$ (50,189)
Operating transfers				
General	1,292,930	1,502,164	1,380,991	121,173
Supplemental general	511,559	878,787	645,273	233,514
Total cash receipts	1,903,660	2,480,762	$ 2,176,264	$ 304,498
Expenditures				
Instruction				
Salaries	21,064	21,022	$ 23,000	$ 1,978
Other purchased services	0	1,861,757	1,835,063	(26,694)
Supplies	7,120	219	678,626	678,407
Vehicle operating services				
Salaries	7,615	11,355	10,000	(1,355)
Employee benefits	2,184	2,517	2,500	(17)
Purchased property services	168,994	168,481	175,000	6,519
Other purchased services	21,144	6,030	1,000	(5,030)
Supplies	0	0	25,000	25,000
Operating transfers				
Special education co-op	1,524,526	0	0	0
Total expenditures	1,752,648	2,071,381	$ 2,750,189	$ 678,808
Receipts over (under) expenditures	151,012	409,381		
Unencumbered cash, July 1	422,914	573,926		
Unencumbered cash, June 30	$ 573,926	$ 983,307		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
VOCATIONAL EDUCATION FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Reimbursements	$ 3,936	$ 1,282	$ 5,000	$ (3,718)
Federal sources				
Vocational Aid	0	0	34,452	(34,452)
Operating transfers				
Supplemental general	526,816	634,300	500,000	134,300
Total cash receipts	530,752	635,582	$ 539,452	$ 96,130
Expenditures				
Instruction				
Salaries	422,166	385,336	$ 454,234	$ 68,898
Employee benefits	72,716	62,418	70,600	8,182
Purchased professional & technical services	0	0	13,324	13,324
Other purchased services	4,685	4,277	5,500	1,223
Supplies	23,827	25,629	32,140	6,511
Property	0	0	5,269	5,269
Student support services				
Property	0	0	7,140	7,140
Operations and maintenance				
Purchased property services	1,108	1,433	2,000	567
Total expenditures	524,502	479,093	$ 590,207	$ 111,114
Receipts over (under) expenditures	6,250	156,489		
Unencumbered cash, July 1	44,504	50,754		
Unencumbered cash, June 30	$ 50,754	$ 207,243		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
KANSAS PUBLIC RETIREMENT SYSTEM

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
State sources				
State aid	$ 1,481,526	$ 1,253,814	$ 1,648,936	$ (395,122)
Expenditures				
Instruction				
Employee benefits	1,180,685	1,006,171	$ 1,323,251	$ 317,080
General administration				
Employee benefits	33,959	26,256	76,788	50,532
School administration				
Employee benefits	63,806	54,059	35,196	(18,863)
Maintenance				
Employee benefits	47,902	38,225	34,530	(3,695)
Instructional support				
Employee benefits	35,428	26,763	71,095	44,332
Student support				
Employee benefits	68,152	58,388	15,849	(42,539)
Other supplemental services				
Employee benefits	13,527	12,051	50,272	38,221
Student transportation services				
Employee benefits	826	475	625	150
Food service				
Employee benefits	37,240	31,426	41,330	9,904
Total expenditures	1,481,526	1,253,814	$ 1,648,936	$ 395,122
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	0	0		
Unencumbered cash, June 30	$ 0	$ 0		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CO-OP SPECIAL EDUCATION FUND

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)

		2011		
Cash Receipts	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Local sources				
Other districts payments	$ 7,266,511	$ 7,599,527	$ 7,460,162	$ 139,365
USD 368 payments	1,524,526	1,625,834	2,329,309	(703,475)
Interest	12,789	14,098	20,000	(5,902)
Reimbursements	495,258	21,420	0	21,420
State sources				
Greenbush	0	235,923	0	235,923
Federal sources				
Title VIB	2,832,714	2,813,724	2,787,415	26,309
Medicaid	369,883	210,061	600,000	(389,939)
Total cash receipts	12,501,681	12,520,587	$ 13,196,886	$ (676,299)
Expenditures				
Instruction				
Salaries	9,399,803	9,563,846	$ 9,852,936	$ 289,090
Employee benefits	1,398,603	1,399,761	1,533,000	133,239
Purchased professional services	14,999	21,505	101,000	79,495
Other purchased services	518,297	678,707	572,000	(106,707)
Supplies	83,297	86,915	200,545	113,630
Student support services				
Salaries	599,583	339,741	605,000	265,259
Special area administrative services				
Salaries	80,816	86,094	153,000	66,906
Other	0	0	3,500	3,500
Operations and maintenance				
Purchased professional services	600	600	10,000	9,400
Purchased property services	4,009	3,524	12,000	8,476
Other purchased services	80,360	90,927	120,000	29,073
Supplies	3,990	4,307	4,000	(307)
Vehicle operating service	119,371	120,773	205,000	84,227
Total expenditures	12,303,728	12,396,700	$ 13,371,981	$ 975,281
Receipts over (under) expenditures	197,952	123,887		
Unencumbered cash, July 1	1,478,391	1,676,343		
Unencumbered cash, June 30	$ 1,676,343	$ 1,800,230		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL ASSESSMENT FUND

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)

	2010 Actual	2011 Actual
Cash Receipts		
Local sources		
Ad valorem property	$ 24	$ (17)
Delinquent tax	45	50
County sources		
Motor vehicle	794	0
Total cash receipts	863	33
Expenditures		
Facilities acquisition		
Site improvement services	0	0
Receipts over (under) expenditures	863	33
Unencumbered cash, July 1	28,205	29,068
Unencumbered cash, June 30	$ 29,068	$ 29,101

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
TITLE I

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)

	2010 Actual	2011 Actual
Cash Receipts		
Federal sources		
Grant	$ 384,029	$ 346,527
Expenditures		
Instruction		
Salaries	294,720	274,264
Employee benefits	32,029	26,201
Purchased professional services	44,439	363
Supplies	4,926	20,350
Equipment	0	18,500
Student support services		
Other purchased services	7,915	6,849
Total expenditures	384,029	346,527
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
TITLE II A TEACHER QUALITY IMPROVEMENT GRANT

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)

	2010 Actual	2011 Actual
Cash Receipts		
Federal sources		
Grants	$ 55,146	$ 56,448
Expenditures		
Instruction		
Salaries	29,801	29,605
Purchased professional & technical services	25,345	26,843
Total expenditures	55,146	56,448
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Prior year cancelled encumbrances	0	0
Unencumbered cash, June 30	$ 0	$ 0

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
TITLE II D - EDUCATION TECHNOLOGY

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)

	2010 Actual	2011 Actual
Cash Receipts		
Federal sources		
Grant	$ 2,365	$ 6,798
Expenditures		
Student support services		
Purchased professional services	0	3,399
Other purchased services	2,197	914
Property	0	2,004
Miscellaneous	168	481
Total expenditures	2,365	6,798
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
VOCATIONAL EDUCATION - CARL PERKINS GRANT

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)

	2010 Actual	2011 Actual
Cash Receipts		
Federal sources		
Grant	$ 34,632	$ 34,452
Expenditures		
Instruction		
Salaries	1,729	1,700
Supplies	15,234	5,884
Professional development	5,129	11,686
Property	4,642	7,979
Student support services		
Equipment	4,398	6,500
Supplies	3,500	703
Total expenditures	34,632	34,452
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CONTINGENCY RESERVE

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)

	2010 Actual	2011 Actual
Cash Receipts		
Operating transfers		
General Fund	$ 200,000	$ 175,000
Expenditures	0	0
Receipts over (under) expenditures	200,000	175,000
Unencumbered cash, July 1	650,000	850,000
Unencumbered cash, June 30	$ 850,000	$ 1,025,000

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
STUDENT MATERIAL REVOLVING FUND

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)

	2010 Actual	2011 Actual
Cash Receipts		
Local sources		
Miscellaneous	$ 51	$ 0
Rental fees	109,683	109,492
Operating transfers		
Supplemental general	0	100,000
Total revenue	109,734	209,492
Expenditures		
Instruction		
Textbook purchases	80,185	35,821
Receipts over (under) expenditures	29,548	173,671
Unencumbered cash, July 1	26,286	55,834
Unencumbered cash, June 30	$ 55,834	$ 229,505

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ARRA HOMELESS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended June 30, 2011

	2010 Actual	2011 Actual
Cash Receipts		
Federal sources		
ARRA homeless	$ 1,082	$ 2,892
Expenditures		
Student support services		
Other	1,082	2,892
Receipts over (under) expenditures	0	0
Unencumbered cash, July 1	0	0
Unencumbered cash, June 30	$ 0	$ 0

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

DEBT SERVICE FUND
BOND AND INTEREST FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Ad valorem property	$ 2,056,152	$ 1,702,806	$ 1,639,978	$ 62,828
Delinquent	50,859	49,088	37,675	11,413
County sources				
Motor vehicle	238,125	238,048	250,032	(11,984)
Recreational vehicle	0	0	5,805	(5,805)
In lieu of taxes IRBs	1,133	620	1,368	(748)
State sources				
Equalization aid	430,671	430,674	437,845	(7,171)
Machinery & equipment aid	0	0	0	0
Total cash receipts	2,776,940	2,421,236	$ 2,372,703	$ 48,533
Expenditures				
Debt service				
Bond principal	1,780,000	1,880,000	$ 1,880,000	$ 0
Interest	612,615	552,473	552,471	(2)
Commissions and postage	0	0	3	3
Total expenditures	2,392,615	2,432,473	$ 2,432,474	$ 1
Receipts over (under) expenditures	384,325	(11,237)		
Unencumbered cash, July 1,	2,147,210	2,531,535		
Unencumbered cash, June 30,	$ 2,531,535	$ 2,520,298		

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

PROPRIETARY TYPE FUNDS
INTERNAL SERVICE FUND
HEALTH INSURANCE

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)

	2010 Actual	2011 Actual
Cash Receipts		
Local sources		
Interest	$ 9,872	$ 8,215
Other sources		
Stop/loss reimbursement	23,223	129,168
Miscellaneous income	43,070	16
Reimbursements	1,948,586	1,855,439
Total cash receipts	2,024,751	1,992,838
Expenditures		
General		
Claims	1,927,120	1,764,239
Administrative fees	308,299	266,207
Total expenditures	2,235,417	2,030,446
Receipts over (under) expenditures	(210,667)	(37,608)
Unencumbered cash, July 1	678,900	468,233
Unencumbered cash, June 30	$ 468,233	$ 430,625

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 3

FIDUCIARY TYPE FUNDS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended June 30, 2011

Expendable Scholarship Trust Funds	Unencumbered Cash Balance July 1, 2010	Cash Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Greason Scholarship	$ 1,851	$ 57	$ 58	$ 1,850
Humphrey Scholarship	9,998	288	275	10,011
Darland Scholarship	4,349	130	130	4,349
Hileman Scholarship	2,783	84	150	2,717
Charitable Foundation Scholarship	42,773	39,969	37,156	45,586
Total Expendable Scholarship Trust Funds	$ 61,754	$ 40,528	$ 37,769	$ 64,513

Permanent Trust Funds	Unencumbered Cash Balance July 1, 2010	Cash Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Cook Scholarship	$ 258,094	$ 5,332	$ 5,332	$ 258,094
Total Permanent Scholarship Trust Funds	258,094	5,332	5,332	258,094
Total Trust Funds	$ 319,848	$ 45,860	$ 43,101	$ 322,607

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

Statement 4

AGENCY FUNDS
STUDENT ORGANIZATION FUNDS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES-ACTUAL
For the Year Ended June 30, 2011

	Unencumbered Cash Balance July 1, 2010	Cash Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011	Add Outstanding Encumbrances and Accounts Payable	Cash Balance June 30, 2011
All schools	$ 126,284	$ 357,093	$ 367,207	$ 116,170	$ 0	$ 116,170

The accompanying notes are an integral part of this statement.

Unified School District Number 368
Paola, Kansas

DISTRICT ACTIVITY FUNDS

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended June 30, 2011

	Unencumbered Cash Balance July 1, 2010	Prior Year Cancelled Encumbrances	Cash Receipts
Fees and user charges	$ 0	$ 0	$ 71,642
Gate receipts	7,991	0	102,324
	$ 7,991	$ 0	$ 173,966

The accompanying notes are an integral part of this statement.

Statement 5

Expenditures	Unencumbered Cash Balance June 30, 2011	Add Outstanding Encumbrances and Accounts Payable	Cash Balance June 30, 2011
$ 71,642	$ 0	$ 0	$ 0
101,815	8,500	0	8,500
$ 173,457	$ 8,500	$ 0	$ 8,500

Unified School District Number 368
Paola, Kansas

Statement 6

COMPONENT UNIT
ENDOWMENT TRUSTS

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended June 30, 2011

Endowment Fund Scholarships	Unencumbered Cash Balance July 1, 2010	Cash Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Bea Mount	$ 74,256	$ 5,714	$ 3,750	$ 76,220
Carl Gump	113,056	41,474	24,492	130,038
William & Carol Young	200,993	15,465	9,000	207,458
Derek Leis	7,546	581	500	7,627
Edna Patterson	220,929	16,999	12,500	225,428
McLachlin/Boyd/Emery	38,414	2,956	2,000	39,370
Myrtle Haugn	26,032	2,003	1,000	27,035
Evening Lyons	17,615	1,355	1,000	17,970
Rotary Scholars	18,030	3,734	2,000	19,764
McNelly Scholars	4,225	325	250	4,300
Nettie Hook	80,577	6,200	2,127	84,650
Walter and Lucille Smith	16,095	1,238	650	16,683
Danny Locke	2,318	178	500	1,996
Schwartz Family	49,706	3,825	2,500	51,031
Vivian Kircher	8,542	657	400	8,799
Hillsdale Elementary	8,530	1,745	500	9,775
USD #368 Endowment	9,701	33,105	30,200	12,606
Jesse Barker	25,866	1,990	1,250	26,606
Quincy Hipp	7,599	585	400	7,784
Tracy Kohl	5,067	620	500	5,187
Stockwell	16,872	1,298	750	17,420
Frances Balocca	0	2,000	2,000	0
Roman/Barnard	101,050	16,333	7,300	110,083
Ralph and Ersa Wilcox Rossman	35,807	2,678	4,715	33,770
Ellyn Reynolds	272,776	20,989	14,000	279,765
Chloe Hays	4,458	343	0	4,801
Darrel Hurlbut	13,523	1,041	700	13,864
Kevin Armstrong	5,711	439	300	5,850
Diana Green	4,838	372	250	4,960
Lyman & Ingram	3,150	242	0	3,392
Teacher of the Year	5,000	0	4,000	1,000
Kirk Wilson	10,367	1,336	500	11,203
W.C. Hartley	14,617	1,125	750	14,992
Carl Buchman	10,000	5,811	500	15,311
Interest	5,841	9,409	11,071	4,179
Dividends	19,816	48,845	47,660	21,001
Stock Gains/Losses	(62,021)	154,713	81,258	11,434
Administration	4,124	0	2,247	1,877
Total Endowment Scholarships	$ 1,401,026	$ 407,723	$ 273,520	$ 1,535,229

The accompanying notes are an integral part of this statement.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting entity

Unified School District Number 368 is a municipal corporation governed by an elected seven-member board. These financial statements present Unified School District Number 368 and its component unit. The component unit is included in the District's reporting entity because of the significance of its operational and financial relationship with the District.

Discretely Presented Component Unit. The component units section of these financial statements includes the financial data of the discretely presented component unit. This component unit is presented separately to emphasize that it is legally separate from the District. The Unified School District Number 368 Endowment governing board is a volunteer group. The Unified School District Number 368 Endowment receives donations from the public to be used for scholarships and disburses these funds to eligible students.

B. Basis of Accounting

Statutory Basis of Accounting. The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased, except as described in Note I-E-1. 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 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. 75-1120a (c) waiving the requirement for application of generally accepted accounting principles and allowing the District to use statutory basis of accounting.

Departure from Accounting Principles Generally Accepted in the United States of America. The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under 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. Purchases of land, buildings, and equipment owned by the District are expensed in the year of purchase rather than capitalized and depreciated as required by 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.

C. Fund Descriptions

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

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

C. Fund Descriptions – continued

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

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 to expenditure for specific purposes.

Capital Projects Funds - -to account for the proceeds of revenue sources restricted to expenditures for capital projects.

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

Proprietary Type Funds- -to account for the financing of services provided by one department to other departments of the District on a cost reimbursement basis. The Health Care Services program of the District is accounted for as an Internal Service Fund.

Fiduciary Type Funds and Agency Funds--to account for assets held in a trustee capacity or as an agent for individuals, other governmental units, private organizations, and/or other funds. These include Expendable Trust Funds, Non-Expendable Trust Funds and Agency Funds.

D. Assets and Liabilities

1. Cash and Investments

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

2. Compensated Absences

The District's policy is to recognize the costs of compensated absences when actually paid. The District's policy regarding sick pay permits employees to accumulate sick leave of 12 days per year or one day per month for those employees whose contract is for 10, 11, or 12 months up to a total accumulation of 100 days. Upon retirement at age 62 (or at age 60 with at least twelve years of experience within Unified School District Number 368), certified and classified personnel will be paid for unused sick leave at the rate of $65 per day. The District's policy also requires reimbursement to staff of $65 per day for each day over 100 days at school year end.

The costs of accumulated sick leave are not recorded at the time benefits are accrued. At June 30, 2011, the District has paid sick leave pay for employees who will be age 62 or older on or before June 30, 2011 or have accumulated in excess of 100 days in the amount of $82,157. The District has not estimated the dollar amount of accumulated sick leave pay for any other group of employees.

The amount paid for retired personnel for vacation pay is $15,738.

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

D. Assets and Liabilities Continued

2. Compensated Absences continued

Classified personnel who qualify for retirement under KPERS can elect to take a one time $10,000 pay. During the year ended June 30, 2011, seven individuals elected to receive the pay out which totaled $70,000.

E. Receipts and Expenditures

1. State Aid Distribution

Per Kansas statute, all school districts are required to record, as received by June 30 of each fiscal year; all required state aid distributions for that year made by the Kansas Department of Education, regardless of when received by the District.

2. Ad Valorem Tax Revenue

The determination of assessed valuation and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's office annually determines assessed valuation and the County Clerk spreads the annual assessment to the taxing units. One-half of the property taxes are due December 20 and distributed to the District by January 20 to finance a portion of the current year's budget. The second half is due May 10 and distributed to the District by June 5th. The District Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

3. Reimbursed Expenses

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

4. Comparative Prior year Amounts

The amounts shown for 2011 in the accompanying financial statements are included, where practicable, only to provide a basis for comparison with 2011 and are not intended to present all information necessary for a fair presentation in accordance with the basis of accounting described in Note 1-B, above.

NOTE II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

NOTE II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – continued

A. Budgets - continued

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.

Adjustment to Comply with Legal Max – Unified school districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the "Legal Max" budget. The State Board of Education calculates the "Legal Max" budget using enrollment figures. The district's budgeted expenditures are limited to the lower of the published budget or the "Legal Max" budget.

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

All legal annual operating budgets are prepared using the statutory basis of accounting in which revenue 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 District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budged expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, internal service funds, trust funds, district activity funds and the following special revenue funds:

Special Assessment	Title I	Title II A Teacher Quality
Title II D Ed. Technology	Voc. Ed.-Carl Perkins Grant	Contingency Reserve
Student Material Revolving	ARRA Homeless	Fiduciary Type Funds
Agency Funds	District Activity Funds	Endowment Trusts
Health Insurance		

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

B. Legal Debt Margin

The District is subject to statutes of the State of Kansas that limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible property within the District unless additional authority is granted by the Kansas State Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2011 the statutory limit for the District was $18,285,421 providing a debt margin of $6,715,421.

NOTE II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY – continued

C. Compliance with Kansas Statutes

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and reports and interpretation by the County Attorney and legal representation of the District. The following funds had a deficit unencumbered cash balance at June 30, 2011: General fund ($572,266), and Parent Education ($43,718). These deficits are due to the cash basis presentation which records the last state aid received in July of 2011 as July receipts contrary to statute and contrary to the District's spending guidelines. Management is not aware of any other statute violations during the year.

NOTE III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments -District

As of June 30, 2011, the District was invested in money markets and certificates of deposit reported at fair value with a maturity of two years or less in accordance with Kansas Statutes.

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 Government is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

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

Concentration of credit risk – State statutes place no limit on the amount the Endowment may invest in any one issuer under K.S.A. 9-1402 and 9-1405. The Endowment's allocation of investments as of June 30, 2011, is as follows:

Investments	Percentage of Investments
Cash, money markets & Certificates of deposit	100%

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 did not have any designated "peak periods" for the current year. All deposits were legally secured at June 30, 2011.

At June 30, 2011, the District's carrying amount of deposits, including certificates of deposit, was $10,403,997 and the bank balance was $12,735,297. The balance was held by five banks resulting in a reduced concentration of credit risk. The difference between the carrying amount and the bank balance was outstanding checks and deposits in transit. Of the bank balance, $688,753 was covered by federal depository insurance and $12,046,544 was collateralized with securities held by the pledging financial institution's agents in the District's name. The above does not include the component unit cash which is shown in Note III B.

NOTE III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS – continued

Custodial credit risk – investments – For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the School will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

B. Fair value footnote

As of June 30, 2011, the Endowment had the following investments and maturities.

Investment Type	Cost	Fair Value	Less than 1	1-2	Rating
Cash accounts	$ 33,417	33,417	33,417	0	N/A
Money Market	2,261	2,261	2,261		
Bonds - GNMA & Federal Home Loan	105,252	105,252	0	105,252	AAA
Mutual Funds	1,382,865	1,394,299	1,394,299	0	N/A
Total Fair Value	$ 1,523,795	$ 1,535,229	$ 1,192,970	$ 203,717	

* These investments are with the endowment which is a not profit organization

C. General Long-Term Debt

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds:				
Series 2005	3.00 %to 5.00%	05/17/05	14,895,000	09/01/15
Series 2009	3.25%	04/01/09	1,720,000	09/01/13

Issue	Balance Beginning July 1, 2011	Reductions/ Payments	Net Change	Balance End of June 30, 2011	Interest Paid
General Obligation Bonds:					
Series 2005	12,095,000	1,540,000	(1,540,000)	10,555,000	513,960
Series 2009	1,355,000	340,000	(340,000)	1,015,000	38,513
Total Long-Term Debt	$ 13,450,000	$ 1,880,000	$ (1,880,000)	$ 11,570,000	$ 552,473

NOTE III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS – continued

C. General Long-Term Debt

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

	Year Ended June 30,					
	2012	2013	2014	2015	2016	Total
Principal						
General obligation bonds	$ 2,000,000	$ 2,140,000	$ 2,290,000	$ 2,470,000	$ 2,670,000	$ 1,1570,000
Interest						
General obligation bonds	484,390	404,215	309,214	194,600	66,750	1,459,169
Total principal and interest	$ 2,484,390	$ 2,544,215	$ 2,599,214	$ 2,664,600	$ 2,736,750	$ 13,029,169

NOTE IV. OTHER INFORMATION

A. Defined Benefit Pension Plan

Plan description – The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas Avenue, Suite 100; Topeka, KS 66603-3803) or by calling 1-888-275-5737.

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. Member-employee's 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 8.57% of covered payroll. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for all Kansas public school employees for the years ending June 30, 2011, 2010, and 2009 were $253,834,044, $248,468,186 and $242,277,363 respectively, equal to the required contributions for each year. for the year ended June 30, 2011, $64,969,692 of the $253,834,044 was paid in July 2011 to the State.

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

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

NOTE IV. OTHER INFORMATION – continued

C. Other Post Employment Benefits

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

D. Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the District at June 30, 2011.

E. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority		Amount
General Fund	Special Education	K.S.A. 72-6428	$	1,502,164
General Fund	At-Risk (K-12)	K.S.A. 72-6428		983,868
General Fund	Contingency Reserve	K.S.A. 72-6428		175,000
General Fund	Food Service	K.S.A. 72-6428		50,000
General Fund	Bilingual Education	K.S.A. 72-6428		42,407
Supplemental General Local Option	Adult Education	K.S.A. 72-6433		32,500
Supplemental General Local Option	Adult Supplementary Education	K.S.A. 72-6433		7,000
Supplemental General Local Option	Food Service	K.S.A. 72-6433		29,489
Supplemental General Local Option	Professional Development	K.S.A. 72-6433		20,000
Supplemental General Local Option	Parents as Teachers	K.S.A. 72-6433		26,340
Supplemental General Local Option	Special Education	K.S.A. 72-6433		878,787
Supplemental General Local Option	Textbooks	K.S.A. 72-6433		100,000
Supplemental General Local Option	Vocational Education	K.S.A. 72-6433		634,300

NOTE IV. OTHER INFORMATION – continued

F. Operating Leases

The school district is committed under various leases for equipment. These leases are considered for accounting purposes to be operating leases. Lease expenditures for the year ended June 30, 2011 amounted to $31,056. Future lease payments under operating leases are as follows.

Year		Amount
6/30/12	$	31,056
6/30/13		31,056
6/30/14		5,176
Total lease payments	$	98,344

G. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Settlements of claims have not exceeded coverage during the past three years.

During the year ended June 30, 2012, employees of the District were covered by the District's medical self-insurance plan (the "plan"). The plan was established October 1, 2004. The District's contribution is $400 per month for a single policy up to $450 per month for a family policy per employee. All District employees, at their option, can authorize payroll withholdings to pay non-District provided contributions. Claims were paid by third party administrators acting on behalf of the District. The plan was documented by contractual agreement.

G. Risk Management - continued

The administrative contract between the district and the third party administrators is renewable annually and stop-loss premiums are included in the contractual provisions. The District was protected against unanticipated catastrophic individual or aggregate loss by stop-loss coverage carried through a commercial insurer licensed and eligible to do business in Kansas in accordance with the Kansas Insurance Code. Stop-loss coverage was in effect for individual claim exceeding $60,000 and for aggregate loss, which is based on a factor determined annually by the commercial insurer. Liabilities include an amount for claims that have been incurred but not reported (IBNRS's). Liabilities are reported when it is probable that claims have been incurred and the amount of liability can be reasonable estimated. Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

		2011
Unpaid claims, July 1	$	182,166
Incurred claims (including IBNR's)		2,030,446
Claim payments		2,110,362
Unpaid claims, June 30	$	102,250

NOTE IV. OTHER INFORMATION – continued

H. Subsequent Events

The entity evaluated subsequent events through November 3, 2011, the date the financial statement were available to be issued. No subsequent events were identified.

I. 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) 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 these Statutes.

IV. OTHER INFORMATION - continued

I. Compliance With K.S.A. 72-6417(d) and K.S.A. 72-6434(d) - continued

GENERAL FUND
SCHEDULE OF STATUTORY REVENUE AND EXPENDITURES - STATUTORY AND BUDGET
For the Year Ended June 30, 2011
(With Comparative totals for the Prior Year Ended June 30, 2010)

		2011		
Statutory Revenues	2010 Statutory Transactions	Statutory Transactions	Budget	Variance Favorable (Unfavorable)
Local sources				
Ad valorem property	$ 2,369,584	$ 2,350,970	$ 2,256,639	$ 94,331
Delinquent	60,273	56,458	43,255	13,203
Reimbursed expenses	18,581	23,798	0	23,798
Miscellaneous	694	(720)	0	(720)
County Sources				
In Lieu of Taxes IRBs	1,410	846	1,603	(757)
State sources				
Equalization aid	7,246,663	7,065,076	7,662,675	(597,599)
Special education aid	1,192,930	1,502,164	1,380,991	121,173
Machinery & equipment aid	3,800	0	0	0
Mineral production	673	0	0	0
Federal Sources				
Education jobs	0	359,629	0	359,629
ARRA Stabilization	551,898	205,385	205,385	0
Total cash receipts	11,446,506	11,563,606	$ 11,550,548	$ 13,058
Expenditures				
Instruction	6,104,937	5,996,457	$ 6,396,457	$ 400,000
Student support services	186,353	184,964	191,100	6,136
Instruction support staff	491,065	437,929	445,650	7,721
General administration	429,046	430,960	417,900	(13,060)
School administration	993,892	1,013,486	1,023,400	9,914
Operations and maintenance	584,270	549,365	610,800	61,435
Other supplemental services	193,197	197,006	198,000	994
Operating transfers	2,463,760	2,753,439	2,267,241	(486,198)
Adjustment to comply with legal maximum	0	0	(10,020)	(10,020)
Legal general fund budget & expenditures	11,446,520	11,563,606	11,540,528	(23,078)
Adjustments for qualifying budget credits	0	0	23,078	23,078
Total expenditures	11,446,520	11,563,606	$ 11,563,606	$ 0
Receipts over (under) expenditures	(14)	0		
Modified unencumbered cash, July 1,	14	0		
Modified unencumbered cash, June 30,	$ 0	$ 0		

IV. OTHER INFORMATION - continued

I. Compliance With K.S.A. 72-6417(d) and K.S.A. 72-6434(d) - continued

SUPPLEMENTAL GENERAL
SCHEDULE OF STATUTORY REVENUE AND EXPENDITURES - STATUTORY AND BUDGET
For the Year Ended June 30, 2011
(With Comparative totals for the Prior Year Ended June 30, 2010)

		2011		
	2010 Statutory Transactions	Statutory Transactions	Budget	Variance Favorable (Unfavorable)
Statutory Revenues				
Local sources				
Ad valorem property	$ 2,109,406	$ 2,412,696	$ 2,213,578	$ 199,118
Delinquent	57,548	53,679	38,521	15,158
County sources				
Motor vehicle	262,034	256,688	277,045	(20,357)
Recreational vehicle tax	6,522	6,166	6,433	(267)
In lieu of taxes IRBs	1,159	871	1,516	(645)
State sources				
Supplemental state aid	994,227	1,221,963	1,227,318	(5,355)
Federal sources				
ARRA stabilization	337,799	0	0	0
Total cash receipts	3,768,695	3,952,063	$ 3,764,411	$ 187,652
Expenditures				
Instruction	551,155	162,132	$ 137,570	$ (24,562)
General administration	320,068	426,196	432,000	5,804
Operations and maintenance	954,404	919,077	1,119,120	200,043
Vehicle operating services	717,329	542,888	856,472	313,584
Other supplemental services	119,600	92,566	95,000	2,434
Operating transfers	1,159,215	1,728,416	1,231,113	(497,303)
Adjustment to comply with legal maximum	0	0	0	0
Legal general fund budget & expenditur	3,821,771	3,871,275	$ 3,871,275	$ 0
Receipts over (under) expenditures	$ (53,076)	$ 80,788		
Modified unencumbered cash, July 1	159,941	106,865		
Modified unencumbered cash, June 30	$ 106,865	$ 187,653		

IV. OTHER INFORMATION - continued

I. Compliance With K.S.A. 72-6417(d) and K.S.A. 72-6434(d) - continued

FOOD SERVICE FUND
SCHEDULE OF STATUTORY REVENUE AND EXPENDITURES - STATUTORY AND BUDGET
For the Year Ended June 30, 2011
(With Comparative totals for the Prior Year Ended June 30, 2010)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Student meal receipts	$ 396,560	$ 363,866	$ 415,790	$ (51,924)
Adult meal receipts	23,685	20,268	200,229	(179,961)
Ala Carte meals	150,573	143,017	0	143,017
Interest	2,100	2,775	2,500	275
Reimbursements	17,202	24,607	21,000	3,607
State sources				
Equalization aid	10,868	10,143	8,744	1,399
Federal sources				
Child nutrition programs	399,156	403,558	394,536	9,022
Operating transfers				
General	0	50,000	0	50,000
Supplemental general	50,000	29,489	0	29,489
Total cash receipts	1,050,144	1,047,723	$ 1,042,799	$ 4,924
Expenditures				
Food service operation				
Salaries	503,790	509,568	$ 746,441	$ 236,873
Employee benefits	62,869	61,126	66,800	5,674
Other purchased services	11,146	11,310	10,000	(1,310)
Supplies	366,892	356,508	409,049	52,541
Property	19,512	43,438	16,200	(27,238)
Other	7,907	8,171	8,750	579
Total expenditures	972,116	990,121	$ 1,257,240	$ 267,119
Receipts over (under) expenditures	78,028	57,602		
Unencumbered cash, July 1	136,558	214,586		
Unencumbered cash, June 30	$ 214,586	$ 272,188		

IV. OTHER INFORMATION - continued

I. Compliance With K.S.A. 72-6417(d) and K.S.A. 72-6434(d) - continued

SPECIAL REVENUE FUNDS
PARENT EDUCATION PROGRAM FUND

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)

		2011		
	2010 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Local sources				
Other district payments	$ 69,362	$ 56,192	$ 69,801	$ (13,609)
Other Revenue form Local	0	972	0	972
State sources				
Parent education aid	142,506	126,407	142,506	(16,099)
Operating transfers				
Supplemental general	26,340	26,340	26,340	0
Total cash receipts	238,208	209,911	$ 238,647	$ (28,736)
Expenditures				
Student support services	238,647	209,910	$ 242,576	$ 32,666
Total expenditures	238,647	209,910	$ 242,576	$ 32,666
Receipts over (under) expenditures	(439)	1		
Unencumbered cash, July 1	4,368	3,929		
Unencumbered cash, June 30	$ 3,929	$ 3,930		

ADDITIONAL INFORMATION

Unified School District Number 368
Paola, Kansas

Schedule 1

SCHOOL ACTIVITY FUNDS
CASH RECEIPTS, CASH DISBURSEMENTS, AND CASH BALANCES
For the Year Ended June 30, 2011

Fund	Unencumbered Cash Balance July 1, 2010	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Sunflower Elementary School				
Fees and User Charges				
Activity	$ 0	$ 2,120	$ 2,120	$ 0
Petty cash	0	1,143	1,143	0
	0	3,263	3,263	0
Student Organization Accounts				
Yearbook	183	2,671	2,715	139
Field Trips	0	685	685	0
Student Council (vending)	1,335	1,410	1,592	1,153
Endowment Grant-Roman Barn	0	2,400	2,400	0
T-Shirts	0	1,406	1,406	0
PTO	565	4,950	5,334	181
Donations	3,827	8,779	6,110	6,496
Watch Dogs	0	678	678	0
PTO 2005 Carn	4	0	4	0
Teacher of the Year	0	1,500	241	1,259
Outdoor Education	0	1,000	160	840
Ag in the Class	0	500	0	500
Healthy Habits	0	1,000	1,000	0
Library	0	61	61	0
	5,914	27,040	22,386	10,568
Total Sunflower Elementary	5,914	30,303	25,649	10,568
Paola Middle School				
Gate Receipts				
Athletics	2,454	31,055	31,009	2,500
Student Organization Accounts				
Box tops for education	1,444	690	0	2,134
Student council	2,300	5,440	5,240	2,500
Target (rebates)	1,342	2,828	1,950	2,220
Band	117	0	0	117
Drama/Scholarship	3,050	0	538	2,512
Donations	0	617	0	617
Teacher of the year	0	500	0	500
Promotions	141	2,505	2,457	189
PMS Vocal Music	45	1,754	1,798	1
Magazine Sales	14,019	19,860	14,143	19,736
Miscellaneous	0	6,845	3,053	3,792
Roman-B mini-grant	0	1,400	1,400	0
Yearbook	1,091	8,119	8,168	1,042
School Book Fair	725	4,112	3,271	1,566
Love to Learn	567	1,035	1,130	472
Concessions	250	5,720	5,720	250

Unified School District Number 368
Paola, Kansas

Schedule 1

SCHOOL ACTIVITY FUNDS
CASH RECEIPTS, CASH DISBURSEMENTS, AND CASH BALANCES
For the Year Ended June 30, 2011

Fund	Unencumbered Cash Balance July 1, 2010	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Paola Middle School (Continued)				
F.I.R.S.T. LEGO	$ 1,266	$ 0	$ 0	$ 1,266
Kansas Association	688	3,263	2,682	1,269
	27,045	64,688	51,550	40,183
Fees and User Charges				
Vending	0	2,111	2,111	0
Activities	0	3,930	3,930	0
Petty cash	0	500	500	0
Sales Tax	0	1,090	1,090	0
	0	7,631	7,631	0
Total Paola Middle School	29,499	103,374	90,190	42,683
Paola High School				
Fees and User Charges				
Art	0	5,070	5,070	0
Book	0	14,291	14,291	0
Drivers education	0	15,850	15,850	0
Lab	0	142	142	0
Vocational agriculture	0	615	615	0
Woodworking	0	12,209	12,209	0
Sales Tax	0	8,382	8,382	0
Petty cash	0	1,000	1,000	0
	0	57,559	57,559	0
Gate Receipts				
Athletics	5,537	71,269	70,806	6,000
Student Organization Accounts				
Athletic donation	7,463	24,937	26,038	6,362
F.B.L.A	2,422	56	1,918	560
Band	1,322	2,450	3,012	760
Class of 2010	432	0	0	432
Class of 2011	4,623	2,940	2,911	4,652
Class of 2012	1,527	7,027	5,622	2,932
Class of 2013	1,211	1,198	960	1,449
Class of 2014	0	1,092	7	1,085
F.C.A.	67	0	0	67
F.F.A.	9,490	39,619	40,244	8,865
FCCLA	866	4,753	4,075	1,544
Kayettes	99	425	296	228
Madrigals	1,405	13,132	13,919	618
National honor society	187	107	166	128
Robotics	7,340	18,498	19,563	6,275
Scholar bowl	740	625	720	645
Spirit squad	1,958	5,645	6,055	1,548

Unified School District Number 368
Paola, Kansas

Schedule 1

SCHOOL ACTIVITY FUNDS
CASH RECEIPTS, CASH DISBURSEMENTS, AND CASH BALANCES
For the Year Ended June 30, 2011

Fund	Unencumbered Cash Balance July 1, 2010	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Paola High School (Continued)				
Student Organization Accounts (Continued)				
S.A.D.D.	$ 509	$ 0	$ 0	$ 509
Student council	575	11,089	11,490	174
Drama club	1,246	5,218	5,184	1,280
Strength club	0	1,835	1,509	326
Flag team club	257	0	0	257
Strength-ace	7,639	6,903	13,250	1,292
Thespian Club	648	7,056	6,860	844
Drill team	1,938	6,917	8,010	845
Leadership Class	30	9,503	8,623	910
Athletics	0	8,268	8,266	2
IHT	444	788	1,090	142
Reporter	1,102	4,179	4,338	943
Yearbook Fees	8,371	24,975	32,287	1,059
Grant/Ward	45	135	0	180
Drama / play	861	7,279	7,784	356
Photography	259	1,945	2,210	(6)
Miscellaneous	71	2,913	1,891	1,093
Media center	0	281	281	0
Culinary arts	1,513	40	289	1,264
Donations	12,472	1,201	6,151	7,522
	79,132	223,029	245,019	57,142
Total Paola High School	84,669	351,857	373,384	63,142
Cottonwood Elementary School				
Fees and Users Charges				
Petty cash	0	200	200	0
Activity	0	1,615	1,615	0
	0	1,815	1,815	0
Student Organization Accounts				
Target	20	208	0	228
Field Trips	0	2,836	2,836	0
PTO	523	6,144	3,542	3,125
ECSE Preschool	946	1,250	705	1,491
Roman-B mini-grant	0	2,741	2,741	0
Recycling	2,182	76	1,735	523
Miscellaneous	929	8,757	8,864	822
Endowment	4,500	0	4,500	0
	9,100	22,012	24,923	6,189
Total Cottonwood Elementary	9,100	23,827	26,738	6,189

Unified School District Number 368
Paola, Kansas

Schedule 1

SCHOOL ACTIVITY FUNDS
CASH RECEIPTS, CASH DISBURSEMENTS, AND CASH BALANCES
For the Year Ended June 30, 2011

Fund	Unencumbered Cash Balance July 1, 2010	Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011
Hillsdale Elementary School				
Fees and Users Charges				
Library	$ 0	$ 9	$ 9	$ 0
Activity	0	535	535	0
Sales tax	0	580	580	0
Petty Cash	0	200	200	0
Vending	0	50	50	0
	0	1,374	1,374	0
Student Organization Accounts (Continued)				
Field Trips	0	1,834	1,834	0
Yearbook	47	6,228	6,275	0
Video Yearbook	592	496	1,088	0
Earth Club	401	0	401	0
Donations	3,179	4,505	7,684	0
Mini-grants	0	701	701	0
	4,219	13,764	17,983	0
Total Hillsdale Elementary	4,219	15,138	19,357	0
Adult Education Center				
Student organization accounts				
Miscellaneous account	670	1,760	2,171	259
Sales tax	0	127	0	127
Miscellaneous account	103	0	103	0
Total Adult Education Center	773	1,887	2,274	386
Panther Robotics	101	4,673	3,072	1,702
Total all schools	$ 134,275	$ 531,059	$ 540,664	$ 124,670
Totals By Groups				
Fees and user charges	$ 0	$ 71,642	$ 71,642	$ 0
Gate receipts	7,991	102,324	101,815	8,500
Student organization accounts	126,284	357,093	367,207	116,170
Total all groups	$ 134,275	$ 531,059	$ 540,664	$ 124,670

Unified School District Number 368, Paola, Kansas

Paola, Kansas

Schedule 2

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2011

Federal Grant Pass Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Revenues	Expenditures
U.S. Department of Agriculture				
Pass Through Kansas Department of Education				
National School Breakfast Program	10.553	N/A	$ 73,122	$ 73,122
National School Lunch Program	10.555	N/A	277,300	277,300
Cash for commodities	10.555	N/A	53,137	53,137
Food Service	10.560	N/A	100	100
TOTAL DEPARTMENT OF AGRICULTURE			403,659	403,659
U.S. Department of Education				
Pass Through Kansas Department of Education				
Title I	84.010	DO368	290,205	290,205
Special Education	84.027	N/A	1,757,852	1,757,852
Vocational Education	84.048	N/A	34,452	34,452
Special Education - Preschool	84.173	N/A	53,342	53,342
Education Jobs Fund	84.410	N/A	359,629	359,629
Title II D Education Technology	84.318	DO368	982	982
Title II A	84.367	DO368	56,448	56,448
Title II Tech Lit ARRA	84.386	N/A	5,816	5,816
Homeless Child ARRA	84.387	N/A	2,892	2,892
Title I ARRA	84.389	N/A	56,322	56,322
Special Education Part B ARRA	84.391	N/A	966,421	966,421
Special Education Part B Preschool ARRA	84.392	N/A	36,109	36,109
Stabilization ARRA	84.394	N/A	205,385	205,385
			3,825,855	3,825,855
Pass Through Kansas Board of Regents				
Adult Education	84.002	N/A	296,214	296,214
TOTAL DEPARTMENT OF EDUCATION			4,122,069	4,122,069
TOTAL REVENUES AND EXPENDITURES OF FEDERAL AWARDS			$ 4,525,728	$ 4,525,728

The above schedule was prepared using the regulatory basis of accounting which demonstrates compliance with cash basis and budget laws of Kansas except the above schedule does not include encumbrances.

SPECIAL REPORTS

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Agler & Gaeddert CHARTERED
Certified Public Accountants

Lucille L. Hinderliter, CPA
Harold K. Mayes, CPA

W. Keith Gaeddert, CPA
(Retired)

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMETNS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board Members
Unified School District Number 368
Paola, Kansas

We have audited the financial statements of Unified School District Number 368 as of and for the year ended June 30, 2011, and have issued our report thereon dated November 3, 2011. The District prepares its financial statements on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

However, we have noted other mattes which we have reported to management in a separate letter dated November 3, 2011.

This report is intended solely for the information and use of the District's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Agler & Gaeddert, Chartered

November 3, 2011
Ottawa, Kansas

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

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Certified Public Accountants

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Harold K. Mayes, CPA

W. Keith Gaeddert, CPA
(Retired)

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board Members
Unified School District Number 368
Paola, Kansas

Compliance

We have audited the compliance of Unified School District Number 368 with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District's compliance with those requirements.

In our opinion the District complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control over Compliance

The management of the District is responsible for establishing and maintaining effective internal control and to test and report on internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with *OMB Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weakness, as defined above.

This report is intended solely for the information and use of the District's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Agler & Gaddart, Chartered

November 3, 2011
Ottawa, Kansas

UNIFIED SCHOOL DISTRICT NUMBER 368
PAOLA, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2011

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses:	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiencies identified not considered to be material weaknesses:	No
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .510(a)?	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster	Amount
84.410	Education Jobs Fund	359,629
84.027	Special Education	1,757,852
84.173	Special Education Preschool	53,342
84.391	Special Education Part B - ARRA	966,421
84.392	Special Education Preschool - ARRA	36,109
84.002	Adult Education	296,214

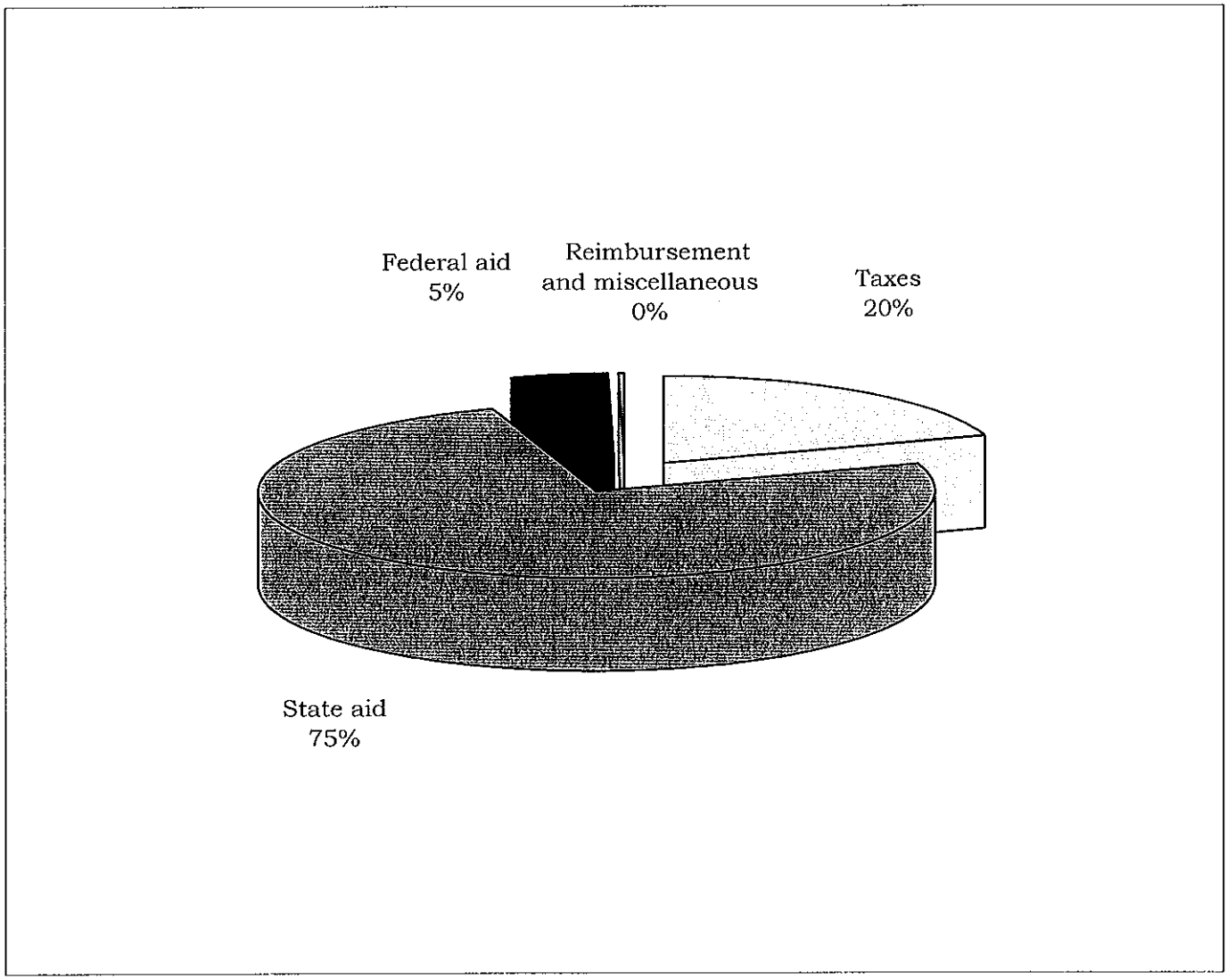
Dollar threshold used to distinguish between Type A and Type B programs	$ 300,000
Auditee qualified as a low-risk auditee?	Yes

GRAPHS

Unified School District Number 368
Paola, Kansas

GENERAL FUND CASH RECEIPTS
Year ended June 30, 2011

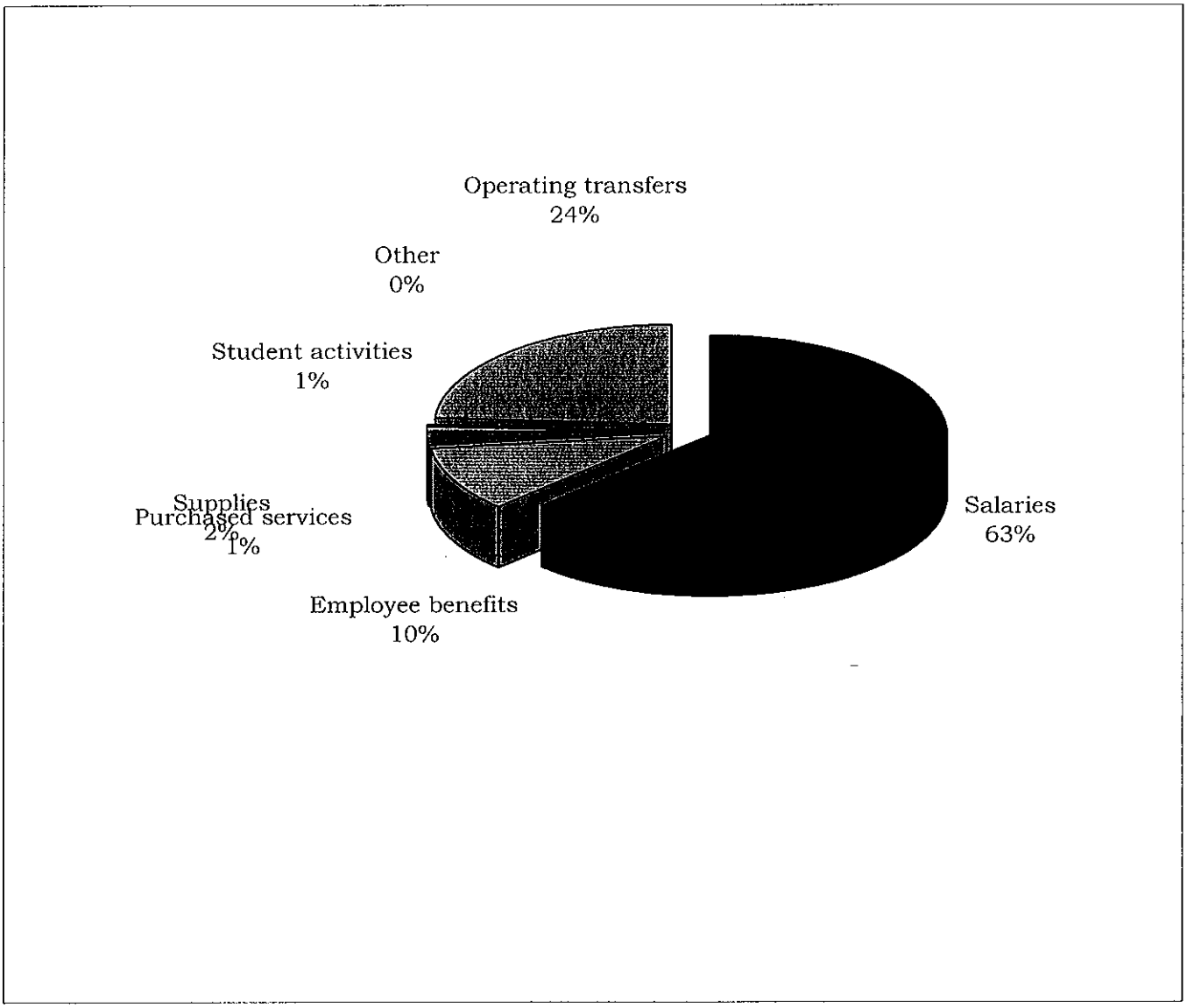
Taxes	$	2,408,274
State aid		8,964,225
Federal aid		565,014
Reimbursement and miscellaneous		23,078
Total revenues	$	11,960,591



Unified School District Number 368
Paola, Kansas

GENERAL FUND EXPENDITURES BY TYPE
Year ended June 30, 2011

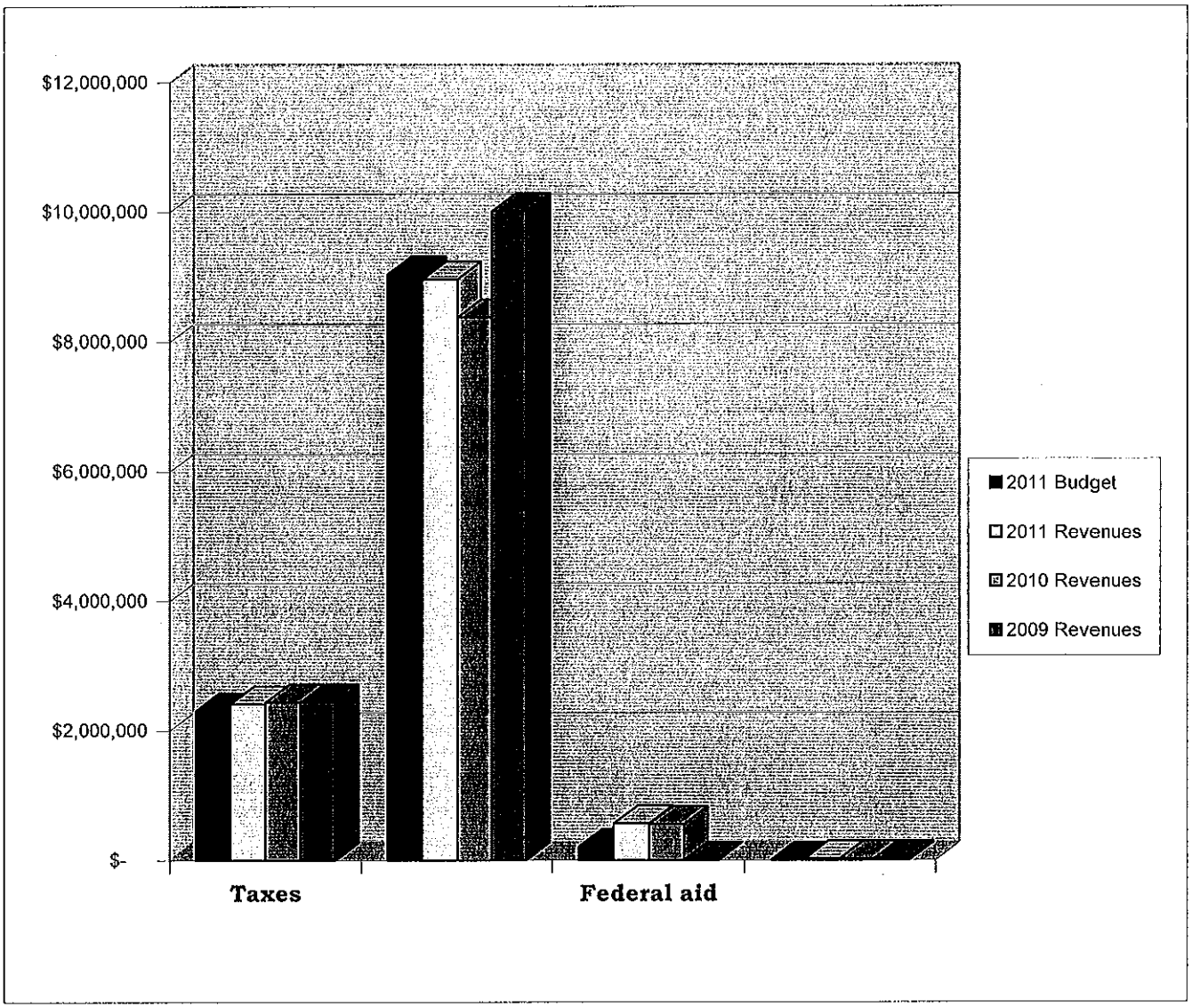
Salaries	$	7,239,602
Employee benefits		1,208,701
Purchased services		12,424
Supplies		221,050
Student activities		92,510
Other		35,880
Operating transfers		2,753,439
Total expenditures	$	11,563,606



Unified School District Number 368
Paola, Kansas

GENERAL FUND CASH RECEIPTS AND BUDGET
Year ended June 30, 2011, 2010 and 2009

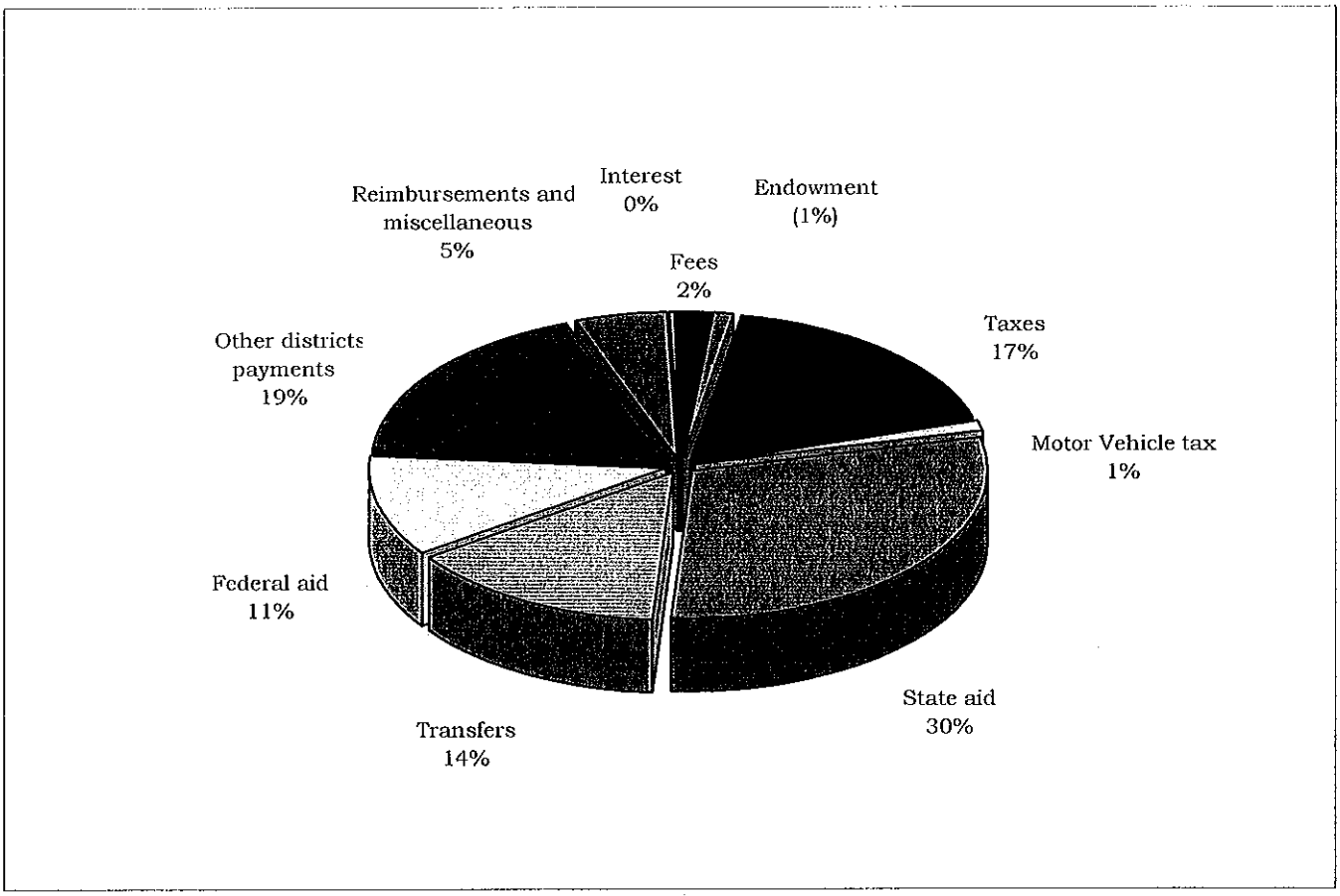
	2011 Budget	2011 Revenues	2010 Revenues	2009 Revenues
Taxes	$ 2,301,497	$ 2,408,274	$ 2,431,940	$ 2,431,528
State aid	9,043,666	8,964,225	8,380,724	10,009,410
Federal aid	205,385	565,014	551,898	0
Reimbursement and misc.	0	23,078	19,275	24,951
Total revenues	$ 11,550,548	$ 11,960,591	$ 11,383,837	$ 12,465,889



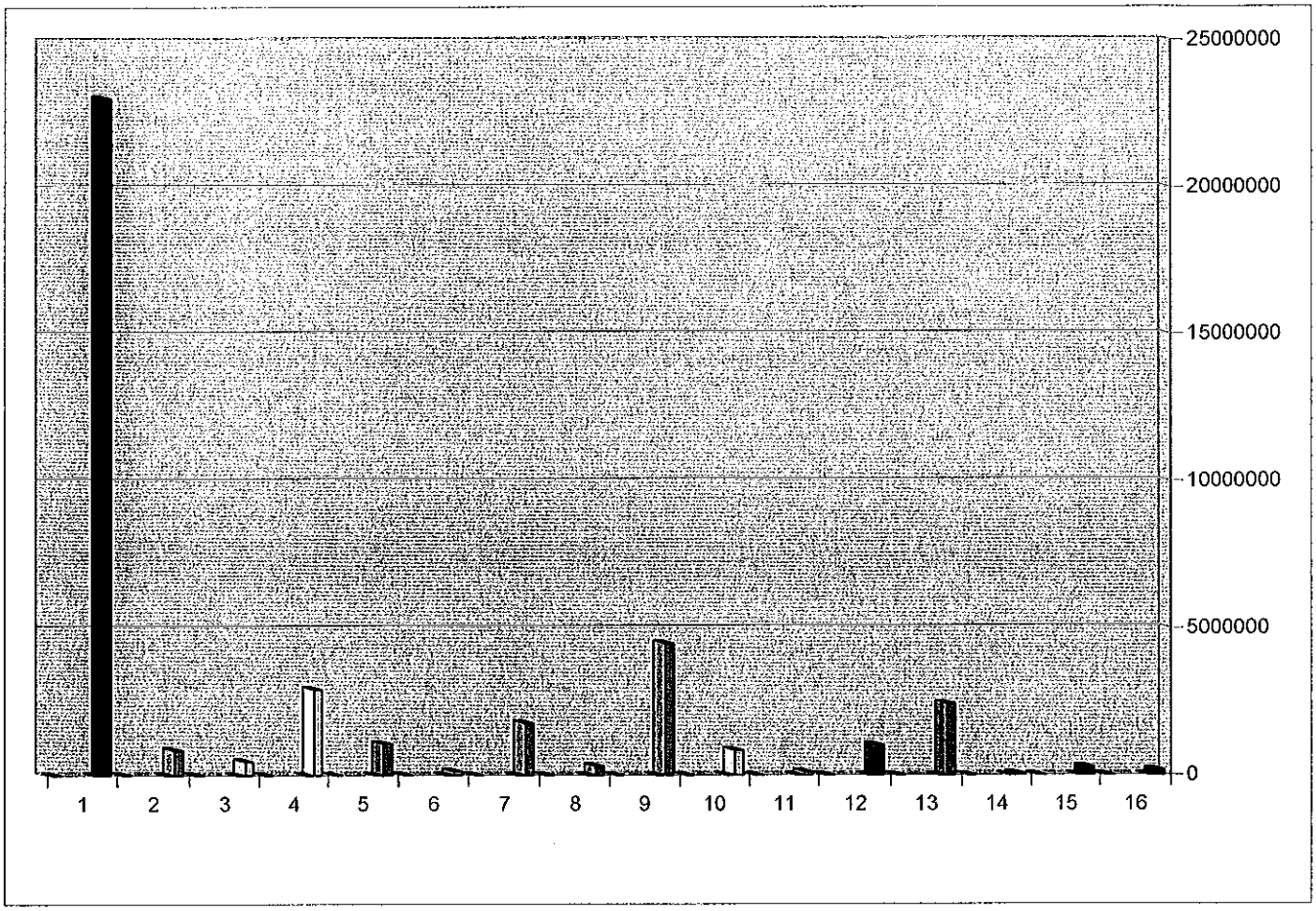
Unified School District Number 368
Paola, Kansas

CASH RECEIPTS FOR ALL FUNDS
Year ended June 30, 2011

Taxes	$ 7,407,420
Motor Vehicle tax	583,173
State aid	12,554,350
Transfers	6,107,689
Federal aid	4,735,688
Other districts payments	7,656,691
Reimbursements and miscellaneous	2,181,414
Interest	100,785
Fees	836,772
Endowment	453,583
Total revenues	$ 42,617,565



Unified School District Number 368
Paola, Kansas

EXPENDITURES FOR ALL FUNDS
Year ended June 30, 2011

Instruction	1	$ 23,038,694
Student support services	2	858,429
Instruction support service staff	3	464,691
General administration	4	2,913,857
School administration	5	1,067,544
Special area administration	6	138,533
Operations & maintenance	7	1,768,305
Other supplemental services	8	304,515
Operating transfers	9	4,481,855
Vehicle operation	10	852,519
Facility acquisition & construction	11	121,860
Food service operation	12	1,021,547
Debt service	13	2,432,473
Trust Fund	14	43,101
Endowment Trust	15	273,520
District activity at building level	16	173,457
Total expenditures		$ 39,954,900