

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383

Manhattan, Kansas

FINANCIAL STATEMENTS

WITH

INDEPENDENT AUDITORS' REPORT

June 30, 2011

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Manhattan, Kansas
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Manhattan, Kansas
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October 25, 2011

Board of Education
Manhattan-Ogden Unified School District No. 383
Manhattan, Kansas

Independent Auditors' Report

We have audited the accompanying financial statements of Manhattan-Ogden Unified School District No. 383 (the District) as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit Guide*, and the standards applicable to financial audits contained in *Government 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 our audit provides a reasonable basis for our opinion.

As described in Note 1, the District prepared these statutory basis financial statements on a prescribed basis of accounting that 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. The effect on the financial statements of the variances between these statutory 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, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the District as of June 30, 2011, and the revenues it received and expenditures it paid for the year then ended in conformity with the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 25, 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 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 accessing the results of our audit.

October 25, 2011
Manhattan-Ogden Unified School District No. 383
(Continued)

Our audit was performed for the purpose of forming an opinion on the financial statements of the District, taken as a whole. The information identified in the table of contents as supplementary information is presented for purposes of additional analysis and is 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 not a required part of the financial statements of Manhattan-Ogden Unified School District No. 383. The schedule of expenditures of federal awards is the responsibility of management and was derived from and relates 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 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 taken as a whole, on the basis of accounting described in Note 1.

This report is intended solely for the information and use of management and the Board of Education, and is not intended to be and should not be used by anyone other than these specified parties. Though restricted in use, reports issued in connection with an audit of a local government may be a matter of public record.

Vaney & Associates, CPAs, LLC

Certified Public Accountants

Independent Auditors' Report

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
 For the Year Ended June 30, 2011

	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GOVERNMENTAL TYPE FUNDS							
General fund	\$ 18,972	\$ 34,898	\$ 36,057,275	\$ 36,058,488	\$ 52,657	\$ 252,361	\$ 305,018
Supplemental general fund	284,530	47,418	9,714,543	8,747,535	308,956	150,942	459,898
Special revenue funds	12,564,625	121,285	31,183,141	30,244,602	13,624,449	2,388,395	16,012,844
Debt service fund	4,307,031	-	6,644,733	5,975,156	4,976,608	-	4,976,608
Construction project fund	85,979,509	67,126	88,234	38,923,275	46,211,594	848,635	47,060,229
Total Reporting Entity (Excluding Agency Funds)	\$ 103,164,667	\$ 270,727	\$ 83,687,926	\$ 121,949,056	\$ 65,174,264	\$ 3,640,333	\$ 68,814,597

Composition of Cash	\$ 13,521,435
Municipal investment pool	5,500,626
U.S. treasury bills	49,853,618
Interest bearing accounts	\$ 68,875,679
Total Cash	61,082
Agency funds	\$ 68,814,597

Total Reporting Entity (Excluding Agency Funds)

STATEMENT 1

The accompanying notes are an integral part of these financial statements.
 See Independent Auditors' Report.

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
 For the Year Ended June 30, 2011

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
Governmental fund types						
General fund						
General	\$ 35,182,030	-	\$ 1,135,329	\$ 36,317,359	\$ 36,058,488	\$ 258,871
Supplemental general	9,747,535	-	-	9,747,535	9,747,535	-
Special revenue funds	28,736,000	-	-	28,736,000	24,374,755	4,361,245
Debt service fund	6,026,000	-	-	6,026,000	5,975,156	50,844
Total Funds	\$ 79,691,565	-	\$ 1,135,329	\$ 80,826,894	\$ 76,155,934	\$ 4,670,960

STATEMENT 2

The accompanying notes are an integral part of these financial statements.
 See independent Auditors' Report.

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383

Manhattan, Kansas

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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Taxes	\$ 9,539,179	\$ 9,752,601	\$ 9,539,196	\$ 213,405
Intergovernmental	26,646,103	26,000,127 **	25,623,862	376,265
Other	329,953	304,547	-	304,547
Total Cash Receipts	\$ 36,515,235	\$ 36,057,275	\$ 35,163,058	\$ 894,217
EXPENDITURES				
Instruction	\$ 16,132,365	\$ 16,238,618	\$ 15,676,000	\$ (562,618)
Support - Student	838,307	922,796	858,800	(63,996)
Support - Staff	449,755	444,031	408,800	(35,231)
Support - General administration	469,098	472,797	509,200	36,403
Support - School administration	2,577,898	2,516,248	2,510,200	(6,048)
Support - Business, technology and HR	955,080	937,330	1,004,100	66,770
Support - Operations and maintenance	2,726,824	2,735,512	2,891,500	155,988
Transportation	1,315,159	1,379,933	1,072,800	(307,133)
Operating transfers	11,083,041	10,411,223	10,250,630	(160,593)
Total Expenditures	\$ 36,547,527	\$ 36,058,488 *	\$ 35,182,030	\$ (876,458)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (32,292)	\$ (1,213)	\$ (18,972)	\$ 17,759
UNENCUMBERED CASH - BEGINNING	32,293	18,972		
Prior year canceled encumbrances	18,971	34,898		
UNENCUMBERED CASH - ENDING	\$ 18,972	\$ 52,657		

* Total expenditures of \$36,058,488 less allowable budget credits of \$1,135,329 for a total of \$34,923,159.

** The intergovernmental revenue includes \$1,202,243 of state funds that were received in July 2011. These funds were for the year ended June 30, 2011.

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
DEBT 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Taxes	\$ 4,004,028	\$ 4,930,100	\$ 4,867,001	\$ 63,099
Intergovernmental	1,248,436	1,508,435	1,540,077	(31,642)
Bond proceeds	(15,776)	-	-	-
Accrued interest	17,990	5	-	5
Interest revenue	304,498	206,193	240,000	(33,807)
Total Cash Receipts	<u>\$ 5,559,176</u>	<u>\$ 6,644,733</u>	<u>\$ 6,647,078</u>	<u>\$ (2,345)</u>
EXPENDITURES				
Debt service	\$ 5,229,218	\$ 5,975,156	\$ 5,976,000	\$ 844
Special assessments	77,078	-	50,000	50,000
Total Expenditures	<u>\$ 5,306,296</u>	<u>\$ 5,975,156</u>	<u>\$ 6,026,000</u>	<u>\$ 50,844</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 252,880	\$ 669,577	<u>\$ 621,078</u>	<u>\$ 48,499</u>
UNENCUMBERED CASH - BEGINNING	4,054,151	4,307,031		
Prior year canceled encumbrances	-	-		
UNENCUMBERED CASH - ENDING	<u>\$ 4,307,031</u>	<u>\$ 4,976,608</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
CONSTRUCTION PROJECT 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Interest	\$ 15,776	\$ 88,234	\$ -	\$ 88,234
EXPENDITURES				
Bond construction	\$ 5,205,405	\$ 39,923,275	\$ 39,923,275	\$ -
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (5,189,629)	\$(39,835,041)	<u>\$(39,923,275)</u>	<u>\$ 88,234</u>
UNENCUMBERED CASH - BEGINNING	91,158,476	85,979,509		
Prior year canceled encumbrances	<u>10,662</u>	<u>67,126</u>		
UNENCUMBERED CASH - ENDING	<u>\$85,979,509</u>	<u>\$ 46,211,594</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SUPPLEMENTAL 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Taxes	\$ 7,053,361	\$ 7,882,368	\$ 7,530,393	\$ 351,975
Intergovernmental	2,239,673	1,832,175 *	1,922,612	(90,437)
Total Cash Receipts	<u>\$ 9,293,034</u>	<u>\$ 9,714,543</u>	<u>\$ 9,453,005</u>	<u>\$ 261,538</u>
EXPENDITURES				
Instruction	\$ 2,562,353	\$ 2,067,905	\$ 2,547,465	\$ 479,560
Support - Staff	1,445,032	1,451,501	1,461,300	9,799
Support - School administration	151,208	141,085	174,700	33,615
Support - Business, technology and HR	736,013	729,970	729,900	(70)
Support - Operations and maintenance	1,579,568	1,719,033	1,583,300	(135,733)
Operating transfers	3,005,276	3,638,041	3,250,870	(387,171)
Total Expenditures	<u>\$ 9,479,450</u>	<u>\$ 9,747,535</u>	<u>\$ 9,747,535</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (186,416)	\$ (32,992)	<u>\$ (294,530)</u>	<u>\$ 261,538</u>
UNENCUMBERED CASH - BEGINNING	465,448	294,530		
Prior year canceled encumbrances	<u>15,498</u>	<u>47,418</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 294,530</u>	<u>\$ 308,956</u>		

* The intergovernmental revenue includes \$64,417 of state funds that were received in July 2011. These funds were for the year ended June 30, 2011.

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Intergovernmental	\$ 58,628	\$ 67,402	\$ 67,402	\$ -
Other	-	115	-	115
Operating transfers	768,000	780,000	780,000	-
Total Cash Receipts	<u>\$ 826,628</u>	<u>\$ 847,517</u>	<u>\$ 847,402</u>	<u>\$ 115</u>
EXPENDITURES				
Instruction	\$ 801,192	\$ 791,945	\$ 849,300	\$ 57,355
Support - Staff	18,002	11,681	12,700	1,019
Support - Operations and maintenance	3,686	2,813	5,000	2,187
Other	2,337	2,874	3,000	126
Total Expenditures	<u>\$ 825,217</u>	<u>\$ 809,313</u>	<u>\$ 870,000</u>	<u>\$ 60,687</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 1,411	\$ 38,204	<u>\$ (22,598)</u>	<u>\$ 60,802</u>
UNENCUMBERED CASH - BEGINNING	105,331	106,742		
Prior year canceled encumbrances	-	676		
UNENCUMBERED CASH - ENDING	<u>\$ 106,742</u>	<u>\$ 145,622</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Intergovernmental	\$ 2,187,712	\$ 2,304,413	\$ 2,187,000	\$ 117,413
Other	395,964	369,332	383,000	(13,668)
Operating transfers	7,327,308	7,365,582	6,936,500	429,082
Total Cash Receipts	\$ 9,910,984	\$ 10,039,327	\$ 9,506,500	\$ 532,827
EXPENDITURES				
Instruction	\$ 6,662,581	\$ 6,474,513	\$ 6,762,700	\$ 288,187
Support - Student	1,968,982	2,021,378	1,988,100	(33,278)
Support - Staff	55,846	55,086	77,400	22,314
Support - General administration	235,852	230,058	243,300	13,242
Support - Other	842	-	500	500
Transportation services	481,418	570,102	600,000	29,898
Total Expenditures	\$ 9,405,521	\$ 9,351,137	\$ 9,672,000	\$ 320,863
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 505,463	\$ 688,190	\$ (165,500)	\$ 853,690
UNENCUMBERED CASH- BEGINNING	2,623,886	3,135,972		
Prior year canceled encumbrances	6,623	5,005		
UNENCUMBERED CASH - ENDING	\$ 3,135,972	\$ 3,829,167		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Intergovernmental	\$ 1,396,061	\$ 1,413,616	\$ 1,194,220	\$ 219,396
Fees and charges	934,609	840,548	1,065,345	(224,797)
Other	-	83,992	-	83,992
Total Cash Receipts	<u>\$ 2,330,670</u>	<u>\$ 2,338,156</u>	<u>\$ 2,259,565</u>	<u>\$ 78,591</u>
EXPENDITURES				
Food service operation	\$ 2,236,983	\$ 2,325,373	\$ 2,398,500	\$ 73,127
Support - Operations and maintenance	37,310	21,718	36,500	14,782
Total Expenditures	<u>\$ 2,274,293</u>	<u>\$ 2,347,091</u>	<u>\$ 2,435,000</u>	<u>\$ 87,909</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 56,377	\$ (8,935)	<u>\$ (175,435)</u>	<u>\$ (9,318)</u>
UNENCUMBERED CASH - BEGINNING	947,293	1,003,670		
Prior year canceled encumbrances	-	33,533		
UNENCUMBERED CASH - ENDING	<u>\$ 1,003,670</u>	<u>\$ 1,028,268</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Taxes	\$ 212,952	\$ 218,535	\$ 214,908	\$ 3,627
Intergovernmental	195,935	173,216	175,642	(2,426)
Fees and charges	24,501	25,419	24,850	569
Other	-	613	-	613
Total Cash Receipts	<u>\$ 433,388</u>	<u>\$ 417,783</u>	<u>\$ 415,400</u>	<u>\$ 2,383</u>
EXPENDITURES				
Instruction	\$ 283,058	\$ 304,747	\$ 321,150	\$ 16,403
Support - General administration	-	1,383	-	(1,383)
Support - School administration	100,827	99,381	103,900	4,519
Support - Operations and maintenance	57,251	56,023	55,950	(73)
Total Expenditures	<u>\$ 441,136</u>	<u>\$ 461,534</u>	<u>\$ 481,000</u>	<u>\$ 19,466</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (7,748)	\$ (43,751)	<u>\$ (65,600)</u>	<u>\$ 21,849</u>
UNENCUMBERED CASH - BEGINNING	208,137	202,316		
Prior year canceled encumbrances	<u>1,927</u>	<u>1,813</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 202,316</u>	<u>\$ 160,378</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
VIRTUAL 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Fees and charges	\$ 29,343	\$ 25,544	\$ 30,000	\$ (4,456)
Transfers	1,330,000	1,295,000	1,370,000	(75,000)
Total Cash Receipts	<u>\$ 1,359,343</u>	<u>\$ 1,320,544</u>	<u>\$ 1,400,000</u>	<u>\$ (79,456)</u>
EXPENDITURES				
Instruction	\$ 1,232,457	\$ 1,158,605	\$ 1,426,900	\$ 268,295
Support - Staff	1,455	720	5,000	4,280
School administration	38,147	37,323	38,100	777
Total Expenditures	<u>\$ 1,272,059</u>	<u>\$ 1,196,648</u>	<u>\$ 1,470,000</u>	<u>\$ 273,352</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 87,284	\$ 123,896	<u>\$ (70,000)</u>	<u>\$ 193,896</u>
UNENCUMBERED CASH - BEGINNING	82,058	169,797		
Prior year canceled encumbrances	455	53		
UNENCUMBERED CASH - ENDING	<u>\$ 169,797</u>	<u>\$ 293,746</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383

Manhattan, Kansas

AT-RISK 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Operating transfer	\$ 3,951,000	\$ 3,902,000	\$ 3,902,000	\$ -
EXPENDITURES				
Instruction	\$ 3,595,077	\$ 3,722,514	\$ 3,948,100	\$ 225,586
Support - Student	57,607	-	49,400	49,400
Transportation - Student	11,167	-	12,500	12,500
Total Expenditures	<u>\$ 3,663,851</u>	<u>\$ 3,722,514</u>	<u>\$ 4,010,000</u>	<u>\$ 287,486</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 287,149	\$ 179,486	<u>\$ (108,000)</u>	<u>\$ 287,486</u>
UNENCUMBERED CASH - BEGINNING	430,146	717,295		
Prior year canceled encumbrances	-	228		
UNENCUMBERED CASH - ENDING	<u>\$ 717,295</u>	<u>\$ 897,009</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
FOUR YEAR OLD AT-RISK 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Operating transfer	\$ 110,000	\$ 130,000	\$ 130,000	\$ -
EXPENDITURES				
Instruction	\$ 116,387	\$ 112,017	\$ 140,000	\$ 27,983
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (6,387)	\$ 17,983	\$ (10,000)	\$ 27,983
UNENCUMBERED CASH - BEGINNING	98,469	92,272		
Prior year canceled encumbrances	190	-		
UNENCUMBERED CASH - ENDING	\$ 92,272	\$ 110,255		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SUMMER SCHOOL 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Fees and charges	\$ 13,270	\$ 11,595	\$ 13,500	\$ (1,905)
EXPENDITURES				
Instruction	\$ 13,352	\$ 12,013	\$ 34,300	\$ 22,287
Support - Staff	3,778	-	-	-
Support - School administration	4,045	-	1,700	1,700
Total Expenditures	<u>\$ 21,175</u>	<u>\$ 12,013</u>	<u>\$ 36,000</u>	<u>\$ 23,987</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (7,905)	\$ (418)	<u>\$ (22,500)</u>	<u>\$ 22,082</u>
UNENCUMBERED CASH - BEGINNING	63,409	55,504		
Prior year canceled encumbrances	-	-		
UNENCUMBERED CASH - ENDING	<u>\$ 55,504</u>	<u>\$ 55,086</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Intergovernmental	\$ 16,100	\$ 23,606	\$ 22,540	\$ 1,066
Fees and charges	41,753	47,356	42,000	5,356
Operating transfers	58,000	68,000	68,000	-
Total Cash Receipts	\$ 115,853	\$ 138,962	\$ 132,540	\$ 6,422
EXPENDITURES				
Instruction	\$ 111,378	\$ 127,946	\$ 122,900	\$ (5,046)
Support - Operations and maintenance	14,758	14,839	17,100	2,261
Other	-	14	-	(14)
Total Expenditures	\$ 126,136	\$ 142,799	\$ 140,000	\$ (2,799)
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (10,283)	\$ (3,837)	\$ (7,460)	\$ 3,623
UNENCUMBERED CASH - BEGINNING	57,978	47,696		
Prior year canceled encumbrances	-	-		
UNENCUMBERED CASH - ENDING	\$ 47,695	\$ 43,859		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Operating transfers	\$ 26,000	\$ 30,000	\$ 30,000	\$ -
EXPENDITURES				
Support - Staff	\$ 17,393	\$ 15,629	\$ 46,000	\$ 30,371
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 8,607	\$ 14,371	\$ (16,000)	\$ 30,371
UNENCUMBERED CASH - BEGINNING	80,289	89,255		
Prior year canceled encumbrances	359	-		
UNENCUMBERED CASH - ENDING	\$ 89,255	\$ 103,626		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Taxes	\$ 2,742,833	\$ 2,108,575	\$ 2,812,598	\$ (704,023)
Intergovernmental	396,318	445,895	390,783	55,112
Interest	38,342	36,675	40,000	(3,325)
Other	357,903	5,274	50,000	(44,726)
Operating transfers	-	21,841	-	21,841
Total Cash Receipts	<u>\$ 3,535,396</u>	<u>\$ 2,618,260</u>	<u>\$ 3,293,381</u>	<u>\$ (696,962)</u>
EXPENDITURES				
Capital outlay	<u>\$ 2,500,148</u>	<u>\$ 3,234,312</u>	<u>\$ 5,672,000</u>	<u>\$ 2,437,688</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 1,035,248	\$ (616,052)	<u>\$ (2,378,619)</u>	<u>\$ 1,740,726</u>
UNENCUMBERED CASH - BEGINNING	1,853,217	2,896,237		
Prior year canceled encumbrances	<u>7,772</u>	<u>60,191</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 2,896,237</u>	<u>\$ 2,340,376</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
PARENTS AS TEACHERS 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Intergovernmental	\$ 190,959	\$ 198,111	\$ 200,000	\$ (1,889)
Other	26,980	32,386	30,000	2,386
Operating transfers	100,000	100,000	100,000	-
Total Cash Receipts	<u>\$ 317,939</u>	<u>\$ 330,497</u>	<u>\$ 330,000</u>	<u>\$ 497</u>
EXPENDITURES				
Support - Student	\$ 309,898	\$ 317,507	\$ 339,050	\$ 21,543
Support - Staff	8,281	4,302	4,450	148
Operations and maintenance	-	6,525	6,500	(25)
Total Expenditures	<u>\$ 318,179</u>	<u>\$ 328,334</u>	<u>\$ 350,000</u>	<u>\$ 21,666</u>
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (240)	\$ 2,163	<u>\$ (20,000)</u>	<u>\$ 22,163</u>
UNENCUMBERED CASH - BEGINNING	78,033	77,800		
Prior year canceled encumbrances	<u>7</u>	<u>78</u>		
UNENCUMBERED CASH - ENDING	<u>\$ 77,800</u>	<u>\$ 80,041</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
BILINGUAL 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Operating transfers	\$ 245,000	\$ 185,000	\$ 185,000	\$ -
Other	-	-	40,000	(40,000)
Total Cash Receipts	<u>\$ 245,000</u>	<u>\$ 185,000</u>	<u>\$ 225,000</u>	<u>\$ (40,000)</u>
EXPENDITURES				
Instruction	\$ 183,025	\$ 240,486	\$ 250,000	\$ 9,514
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 61,975	\$ (55,486)	<u>\$ (25,000)</u>	<u>\$ (30,486)</u>
UNENCUMBERED CASH - BEGINNING	9,893	71,868		
Prior year canceled encumbrances	-	-		
UNENCUMBERED CASH - ENDING	<u>\$ 71,868</u>	<u>\$ 16,382</u>		

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas
KPERS SPECIAL RETIREMENT CONTRIBUTION 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

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
CASH RECEIPTS				
Intergovernmental	\$ 2,755,792	\$ 2,422,770	\$ 3,164,000	\$ (741,230)
EXPENDITURES				
Employer contributions	\$ 2,755,792	\$ 2,422,770	\$ 3,164,000	\$ 741,230
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -	\$ -	\$ -
UNENCUMBERED CASH - BEGINNING	-	-	-	-
Prior year canceled encumbrances	-	-	-	-
UNENCUMBERED CASH - ENDING	\$ -	\$ -	-	-

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
AGENCY FUNDS
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
 For the Year Ended June 30, 2011

	Balance July 1, 2010	Cash Receipts	Cash Disbursements	Balance June 30, 2011
Group 1 - Fees and User Charges				
MHS parking permits	\$ -	\$ 25,723	\$ 25,723	\$ -
PSAT - MHS	-	3,450	3,450	-
Advanced Placement Test	-	38,150	38,150	-
Plan testing	-	49	49	-
ACT testing	-	14,684	14,684	-
IQ Academy	-	25,824	25,824	-
Calculator rental	-	1,568	1,568	-
CNA class	-	9,520	9,520	-
GED	-	27,836	27,836	-
Open Door Project	-	2,327	2,327	-
General clearing	-	17,751	17,751	-
Reimbursable	-	1,510	1,510	-
Sales tax	-	24,211	24,211	-
CLC after school fees	-	67,216	67,216	-
Summer school - Dr tr	-	19,800	19,800	-
Summer school - Elem	-	59	59	-
Summer school - Sec	-	5,146	5,146	-
Summer school - Weight training	-	6,390	6,390	-
Band Rental - Ogden	-	152	152	-
Panda Preschool	-	86,483	86,483	-
AA childcare	-	90,560	90,560	-
College Hill Pre-K	-	232,350	232,350	-
FB childcare	-	107,037	107,037	-
Ogden preschool	-	48,988	48,988	-
TR After School Childcare	-	705	705	-
Autism Camp	-	42,734	42,734	-
Student planners	-	10,965	10,965	-
Drivers Ed	-	29,460	29,460	-
Student materials fee	-	291,416	291,416	-
Recorders	-	2,989	2,989	-
English workbook	-	5,333	5,333	-
Credit Card Meal Fee	-	12,150	12,150	-
Food service/Sales	-	57,823	57,823	-
Amanda Arnold food sales	-	89,125	89,125	-
Bluemont food sales	-	28,384	28,384	-
Bergman food sales	-	67,097	67,097	-
Lee food sales	-	41,815	41,815	-
Mariatt food sales	-	90,338	90,338	-
Northview food sales	-	3,041	3,041	-
Ogden food sales	-	31,366	31,366	-
Theodore Roosevelt food sales	-	37,050	37,050	-
Woodrow Wilson food sales	-	57,649	57,649	-
Eisenhower food sales	-	54,994	54,994	-
Susan B. Anthony food sales	-	82,835	82,835	-
Manhattan High food sales	-	262,264	262,264	-
Total Group 1	\$ -	\$ 2,156,317	\$ 2,156,317	\$ -

(Continued)

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383

Manhattan, Kansas

AGENCY FUNDS

STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS (CONTINUED)

For the Year Ended June 30, 2011

	Balance July 1, 2010	Receipts	Disbursements	Balance June 30, 2011
Group 4 - Student Organizations				
High School				
Thespians	\$ -	\$ 10,980	\$ 7,564	\$ 3,416
Scholar Bowl	957	285	666	576
Tribe	4,370	3,049	3,330	4,089
Student Council	233	(233)	-	-
Boys Soccer Club	1,065	176	141	1,100
AFS Club	964	1,290	2,155	99
FCA	41	-	-	41
Crime Stoppers	1,592	531	701	1,422
Fine Arts Club	1,750	156	486	1,420
French Club	547	842	878	511
FFA	284	4,138	3,890	532
Key Club	1,079	3,348	3,288	1,139
FCCLA	437	2,320	2,432	325
Science Olympiad	425	895	719	601
Black Student Organization	1,287	306	273	1,320
Spanish Club	1,192	431	206	1,417
SADD	1	1,157	740	418
Teens Leading Teams	-	75	18	57
Social Fund-West	689	290	543	436
National Honor Society	3,415	5,666	7,822	1,259
Heritage Panel	423	-	130	293
German Club	508	281	120	669
Anime Club	30	87	100	17
Class of 2004	2	-	-	2
Class of 2005	(1)	-	-	(1)
Class of 2014	1,290	936	1,185	1,041
Class of 2008	605	1,480	1,690	395
Class of 2010	2,133	166	-	2,299
Class of 2011	7,686	237	7,914	9
Class of 2012	907	31,961	25,581	7,287
Class of 2013	1,726	212	285	1,653
Graduated Clas Fund	5,231	-	-	5,231
Auto Mechanics Club	3,093	597	707	2,983
Business Club	4,341	6,725	6,948	4,118
Student fund raising	592	-	101	491
GSA	593	-	116	477
Total High School	\$ 49,487	\$ 78,384	\$ 80,729	\$ 47,142

(Continued)

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383

Manhattan, Kansas

AGENCY FUNDS

STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS (CONTINUED)

For the Year Ended June 30, 2011

	Balance July 1, 2010	Receipts	Disbursements	Balance June 30, 2011
Group 4 - Student Organizations (Continued)				
Middle School				
Eisenhower				
STUCO	\$ 1,387	\$ 192	\$ 254	\$ 1,325
Star Club	252	-	252	-
7th Silver Team	1,430	746	1,074	1,102
7th Green Team	425	869	719	575
8th Grd Silver Team	7	(7)	-	-
8th Grd Green Team	37	(37)	-	-
STUCO	2,887	1,746	1,343	3,290
Kayettes	245	1,785	1,556	474
Social fund	1,058	850	1,081	827
Total Middle School	<u>\$ 7,728</u>	<u>\$ 6,144</u>	<u>\$ 6,279</u>	<u>\$ 7,593</u>
Elementary				
Lee 6th Grade	\$ 109	\$ -	\$ (158)	\$ 267
Lee 5th Grade	144	2,109	1,843	410
DAT social fund	34	212	101	145
Ed Center social fund	1,196	310	325	1,181
Social Fund - NV	31	-	-	31
Northview After School	3,889	129	-	4,018
Fundraising - WW	-	336	76	260
Social Fund - FB	-	585	550	35
Social Fund - Maint	-	60	60	-
Total Elementary	<u>\$ 5,403</u>	<u>\$ 3,741</u>	<u>\$ 2,797</u>	<u>\$ 6,347</u>
Total Group 4	<u>\$ 62,618</u>	<u>\$ 88,269</u>	<u>\$ 89,805</u>	<u>\$ 61,082</u>
TOTAL ACTIVITY FUNDS	<u>\$ 62,618</u>	<u>\$ 2,244,586</u>	<u>\$ 2,246,122</u>	<u>\$ 61,082</u>

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas

SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ALL BUDGETED

For the Year Ended June 30, 2011

STATEMENT 5

	Vocational Education	Special Education	Food Service	Adult Education	Virtual Education	At Risk	4 Yr At-Risk
RECEIPTS							
Taxes	\$ -	\$ -	\$ -	\$ 218,535	\$ -	\$ -	\$ -
Intergovernmental	67,402	2,304,413	1,413,616	173,222	-	-	-
Fees and charges	-	-	840,548	25,413	25,544	-	-
Interest	-	-	-	-	-	-	-
Other	115	369,332	83,992	613	-	-	-
Transfers in	780,000	7,365,582	-	-	1,295,000	3,902,000	130,000
Total Receipts	\$ 847,517	\$ 10,039,327	\$ 2,338,156	\$ 417,783	\$ 1,320,544	\$ 3,902,000	\$ 130,000
EXPENDITURES							
Instruction	\$ 791,945	6,474,513	-	\$ 304,747	\$ 1,158,605	\$ 3,722,514	\$ 112,018
Support	-	-	-	-	-	-	-
Student	-	2,021,378	-	-	720	-	-
Staff	11,681	55,086	-	1,383	-	-	-
General administration	-	230,058	-	99,381	37,322	-	-
School administration	-	-	-	-	-	-	-
Business, technology and HR	2,813	-	21,718	56,023	-	-	-
Operations and maintenance	2,874	-	-	-	-	-	-
Other	-	570,102	-	-	-	-	-
Transportation service	-	-	-	-	-	-	-
Food service	-	-	2,325,373	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Operating transfers	-	-	-	-	-	-	-
Total Expenditures	\$ 809,313	\$ 9,351,137	\$ 2,347,091	\$ 461,534	\$ 1,196,647	\$ 3,722,514	\$ 112,018
RECEIPTS OVER (UNDER) EXPENDITURES							
	\$ 38,204	\$ 688,190	\$ (8,935)	\$ (43,751)	\$ 123,897	\$ 179,486	\$ 17,982
UNENCUMBERED CASH - BEGINNING	106,742	3,135,972	1,003,670	202,316	169,797	717,295	92,272
Prior year canceled encumbrances	676	5,005	33,533	1,813	53	228	-
UNENCUMBERED CASH - ENDING	\$ 145,622	\$ 3,829,167	\$ 1,028,268	\$ 160,378	\$ 283,747	\$ 897,009	\$ 110,254

(Continued)

The accompanying notes are in integral part of these financial statements
 See Independent Auditors' Report.

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas

SPECIAL REVENUE FUNDS (CONTINUED)
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ALL BUDGETED
 For The Year Ended June 30, 2011

	Summer School	Driver Training	Professional Development	Capital Outlay	Parents As Teachers	Bilingual Education	KPERS	Totals
RECEIPTS								
Taxes	\$ -	\$ -	\$ -	\$ 2,108,575	\$ -	\$ -	\$ -	\$ 2,327,110
Intergovernmental	-	23,606	-	445,895	198,111	-	2,422,770	7,049,035
Fees and charges	11,595	47,356	-	-	-	-	-	950,456
Interest	-	-	-	36,675	-	-	-	36,675
Other	-	-	-	5,274	32,386	-	-	491,712
Transfers in	-	68,000	30,000	-	100,000	185,000	-	13,855,582
Total Receipts	\$ 11,595	\$ 138,962	\$ 30,000	\$ 2,596,419	\$ 330,497	\$ 185,000	\$ 2,422,770	\$ 24,710,570
EXPENDITURES								
Instruction	\$ 12,013	\$ 127,945	\$ -	\$ -	\$ -	\$ 240,486	\$ 1,676,902	\$ 14,621,688
Support	-	-	-	-	317,507	-	171,664	2,510,549
Student	-	-	15,629	-	4,302	-	94,490	181,908
Staff	-	-	-	-	-	-	40,094	271,535
General administration	-	-	-	-	-	-	146,401	283,104
School administration	-	-	-	-	-	-	-	-
Business, technology, and HR	-	14,839	-	-	6,525	-	71,338	173,256
Operations and maintenance	-	14	-	-	-	-	113,608	116,496
Other	-	-	-	-	-	-	57,974	628,076
Transportation service	-	-	-	-	-	-	50,299	2,375,672
Food service	-	-	-	-	-	-	-	3,212,471
Capital outlay	-	-	-	3,212,471	-	-	-	-
Operating transfers	-	-	-	-	-	-	-	-
Total Expenditures	\$ 12,013	\$ 142,798	\$ 15,629	\$ 3,212,471	\$ 328,334	\$ 240,486	\$ 2,422,770	\$ 24,374,755
RECEIPTS OVER (UNDER) EXPENDITURES	\$ (418)	\$ (3,836)	\$ 14,371	\$ (616,052)	\$ 2,163	\$ (55,486)	\$ -	\$ 335,815
UNENCUMBERED CASH - BEGINNING	55,504	47,695	89,255	2,896,237	77,800	71,868	-	8,666,423
Prior year canceled encumbrances	-	-	-	60,191	78	-	-	101,577
UNENCUMBERED CASH - ENDING	\$ 55,086	\$ 43,859	\$ 103,626	\$ 2,340,376	\$ 80,041	\$ 16,382	\$ -	\$ 9,103,615

The accompanying notes are in integral part of these financial statements
 See Independent Auditors' Report.

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas

SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ALL NON-BUDGETED
 For the Year Ended June 30, 2011

	Community Learning Center	Student Materials	Title III ESL	Contingency Reserve Fund	Title I	Textbook Rental	Title IV Drug-Free Schools	Head Start
RECEIPTS								
Intergovernmental	\$ -	\$ -	\$ 20,351	\$ -	\$ 1,420,000	\$ -	\$ 3,000	\$ 1,620,328
Fees and charges	-	-	-	-	-	-	-	-
Other	-	137,168	-	-	-	162,286	-	21
Transfers in	-	-	-	11,752	-	160,099	-	-
Total Receipts	\$ -	\$ 137,168	\$ 20,351	\$ 11,752	\$ 1,420,000	\$ 322,375	\$ 3,000	\$ 1,620,349
EXPENDITURES								
Instruction	\$ -	\$ 137,168	\$ 21,230	\$ 86	\$ 1,163,957	\$ 55,497	\$ 12,267	\$ 1,305,123
Support	-	-	-	-	-	-	-	-
Student	-	-	-	-	9,811	-	-	-
Staff	-	-	-	-	34,466	-	-	180,821
Administration	-	-	-	2,820	-	-	-	-
Other	-	-	-	76,603	-	-	-	36,418
Operations and maintenance	-	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-	27,158
Transportation	-	-	-	-	-	-	-	11,168
Other	-	-	-	-	53,946	-	-	-
Operating transfers	-	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ 137,168	\$ 21,230	\$ 79,509	\$ 1,262,180	\$ 55,497	\$ 12,267	\$ 1,560,688
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -	\$ (879)	\$ (67,757)	\$ 157,820	\$ 266,878	\$ (9,267)	\$ 59,661
UNENCUMBERED CASH - BEGINNING	12,088	70,442	4,243	2,611,983	(106,037)	207,190	8,060	(76,336)
Prior year canceled encumbrances	-	-	-	-	1,279	2,691	-	2,851
UNENCUMBERED CASH - ENDING	\$ 12,088	\$ 70,442	\$ 3,364	\$ 2,544,226	\$ 53,062	\$ 476,759	\$ (1,207)	\$ (13,824)

(Continued)

The accompanying notes are an integral part of these financial statements.
 See Independent Auditors' Report

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas

SPECIAL REVENUE FUNDS (CONTINUED)
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ALL NON-BUDGETED
For the Year Ended June 30, 2011

	Ks Early Learning (Headstart)	Title II-A Tchr Qlty	KSU Dept. of Ed. Grants	Enhancing Technology	ESL Trng. for all Teachers	Families in Transition	Kindergarten/Preschool	Learn to Serve America
RECEIPTS								
Intergovernmental	\$ -	\$ 142,724	\$ -	\$ 28,000	\$ -	\$ 27,759	\$ -	\$ 8,998
Fees and charges	-	-	-	-	-	-	373,330	-
Other	44,320	-	13,689	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	\$ 44,320	\$ 142,724	\$ 13,689	\$ 28,000	\$ -	\$ 27,759	\$ 373,330	\$ 8,998
EXPENDITURES								
Instruction	\$ -	\$ -	\$ -	\$ 41,835	\$ -	\$ 12,515	\$ 211,785	\$ 9,820
Support	-	-	-	-	-	-	-	-
Student	-	-	-	-	-	-	-	-
Staff	-	265,153	623	-	-	-	9,095	-
Administration	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	14,258	-	-
Transportation	-	-	-	-	-	-	-	-
Other	34,016	-	-	1,400	-	-	-	-
Operating transfers	-	-	-	-	-	-	-	-
Total Expenditures	\$ 34,016	\$ 265,153	\$ 623	\$ 43,235	\$ -	\$ 26,773	\$ 220,880	\$ 9,820
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 10,304	\$ (122,429)	\$ 13,066	\$ (15,235)	\$ -	\$ 986	\$ 152,450	\$ (822)
UNENCUMBERED CASH - BEGINNING	1,445	91,892	-	19,248	237	1,562	436,036	822
Prior year canceled encumbrances	-	4,124	-	3,314	-	1	1,617	-
UNENCUMBERED CASH - ENDING	\$ 11,749	\$ (26,413)	\$ 13,066	\$ 7,327	\$ 237	\$ 2,549	\$ 590,103	\$ -

(Continued)

The accompanying notes are an integral part of these financial statements.
See Independent Auditors' Report

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas

SPECIAL REVENUE FUNDS (CONTINUED)
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ALL NON-BUDGETED
 For the Year Ended June 30, 2011

STATEMENT 6

	Heartland Works	Title II D Education Technology	Alcoholism	Early Head Start	Community Solutions	College Hill Preschool	REMS Grant	Grant Admin
RECEIPTS								
Intergovernmental	\$ 59,917	\$ 23,569	\$ 169,799	\$ 712,411	\$ -	\$ 446,464	\$ 48,661	\$ -
Fees and charges	-	-	-	-	-	-	-	-
Other	-	-	-	40	-	-	-	46,458
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	\$ 59,917	\$ 23,569	\$ 169,799	\$ 712,451	\$ -	\$ 446,464	\$ 48,661	\$ 46,458
EXPENDITURES								
Instruction	\$ -	\$ -	\$ 3,025	\$ 622,193	\$ -	\$ 409,366	\$ -	\$ -
Support								
Student	59,366	-	101,325	-	-	-	48,661	-
Staff	-	23,754	-	20,565	-	32,741	-	-
Administration	-	-	-	-	-	-	-	105,773
Other	-	-	-	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-	-
Transportation	-	-	2,137	-	-	-	-	-
Other	-	-	1,299	-	4,386	-	-	-
Operating transfers	-	-	-	-	-	-	-	-
Total Expenditures	\$ 59,366	\$ 23,754	\$ 107,786	\$ 642,758	\$ 4,386	\$ 442,107	\$ 48,661	\$ 105,773
RECEIPTS OVER (UNDER) EXPENDITURES	\$ 551	\$ (185)	\$ 62,013	\$ 69,693	\$ (4,386)	\$ 4,357	\$ -	\$ (59,315)
UNENCUMBERED CASH - BEGINNING	(107)	641	29,981	-	4,386	(1,009)	-	59,315
Prior year canceled encumbrances	-	-	-	1,049	-	374	-	-
UNENCUMBERED CASH - ENDING	\$ 444	\$ 456	\$ 91,994	\$ 70,742	\$ -	\$ 3,722	\$ -	\$ -

(Continued)

The accompanying notes are an integral part of these financial statements.
 See Independent Auditors' Report

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas

SPECIAL REVENUE FUNDS (CONTINUED)
STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ALL NON-BUDGETED
 For the Year Ended June 30, 2011

	Indian Education	After School Enhancement	DODEA Grants	Mini Grants	Yes Grants	Gate Receipts	School Projects	Total
RECEIPTS								
Intergovernmental	\$ -	\$ 16,995	\$ 127,089	\$ -	\$ -	\$ -	\$ -	\$ 4,867,067
Fees and charges	-	-	-	-	-	-	-	373,330
Other	-	-	-	204,088	53,753	181,330	208,182	1,004,877
Transfers in	-	-	-	-	-	-	-	171,841
Total Receipts	\$ -	\$ 16,995	\$ 127,089	\$ 204,088	\$ 53,753	\$ 181,330	\$ 208,182	\$ 6,417,115
EXPENDITURES								
Instruction	\$ -	\$ 16,995	\$ 36,350	\$ 298	\$ -	\$ -	\$ -	\$ 4,059,510
Support	-	-	-	27,644	-	-	-	198,146
Student	-	-	-	1,673	-	-	-	485,618
Staff	-	-	111,288	31,333	-	-	-	277,375
Administration	-	-	-	-	-	-	-	182,376
Other	-	-	-	-	-	-	-	36,418
Operations and maintenance	-	-	-	23,168	-	161,619	157,971	342,758
Student activities	-	-	-	-	-	-	-	43,553
Transportation	-	-	-	-	-	-	-	244,092
Other	-	-	-	81,624	56,253	-	-	-
Operating transfers	-	-	-	-	-	-	-	-
Total Expenditures	\$ -	\$ 16,995	\$ 147,638	\$ 165,740	\$ 56,253	\$ 161,619	\$ 157,971	\$ 5,869,846
RECEIPTS OVER (UNDER) EXPENDITURES	\$ -	\$ -	\$ (20,549)	\$ 38,348	\$ (2,500)	\$ 19,711	\$ 50,211	\$ 662,862
UNENCUMBERED CASH - BEGINNING	78	-	15,992	256,729	2,463	93,879	152,978	3,838,064
Prior year canceled encumbrances	-	-	2,235	156	17	-	-	19,708
UNENCUMBERED CASH - ENDING	78	\$ -	\$ (2,322)	\$ 295,233	\$ (20)	\$ 113,590	\$ 203,189	\$ 4,520,634

STATEMENT 6

The accompanying notes are an integral part of these financial statements.
 See Independent Auditors' Report

Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS
June 30, 2011

Note 1: Summary of Significant Accounting Policies

The Manhattan-Ogden Unified School District No. 383 (the District) has established a system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented after applying memorandum adjustments, where applicable, to record accrued revenues, expenses and inventories, resulting in financial statements presented on a modified accrual basis of accounting.

Basis of Presentation

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

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

Departure from Generally Accepted Accounting Principles - The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as 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. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

Property taxes recognized as revenue for the year ended June 30, 2011 represent the tax in process from the previous year which is collected plus the taxes collected from the 2010 levy by June 30, 2011. The remaining taxes from the 2010 levy are measurable but are not available to finance June 30, 2011 expenditures and are considered to be budgeted to finance June 30, 2011 expenditures. Deferred revenues in the governmental fund types represent taxes in process at June 30, 2011 from the 2010 tax levy which will be used to finance June 30, 2012 expenditures.

Fund Descriptions

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.

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2011

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Descriptions (Continued)

The following types of funds comprise the financial activities of the District for the year ended June 30, 2011:

Governmental Funds

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

Special Revenue Funds are used 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 specified purposes.

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

Construction Project Fund is used to account for the acquisition of fixed assets or construction of major capital projects.

General Fixed Assets consist of those fixed assets used in the performance of general governmental operations. These assets are recorded as expenditures in the funds at the time of purchase. The District maintains a record of general fixed assets.

Fiduciary Funds

Trust and Agency Funds are used to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Those include expendable trust funds and agency funds. The activity funds are considered an agency fund and the balance on hand is payable to student organizations.

Waiver of Financial Reporting Requirements

The District's Board of Education has determined by resolution that financial statements prepared in conformity with generally accepted accounting principles are not relevant to the requirements of the cash basis and budget laws of the State of Kansas and are of no significant value to the Board, the Unified School District or the members of the general public of the District. The resolution is the Board's election to waive the requirements for reporting of its financial data in conformity with generally accepted accounting principles, as provided for and authorized by K.S.A. 75-1120a(c).

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 on the tax rolls. One-half of the property taxes are due December 20 and are distributed to the District by January 20 to help finance the current year's budget. The second half is due May 10 and is distributed to the District by June 5. The District Treasurer draws all available funds from the County Treasurer's Office at designated times throughout the year.

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
June 30, 2011

Note 1: Summary of Significant Accounting Policies (Continued)

Reimbursed Expenses

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

Principles Used in Determining Scope of Entity for Financial Reporting Purposes

The scope of the entity for financial reporting purposes is defined as those funds for which the School District Board has oversight responsibility and is primarily accountable. Oversight responsibility includes budgetary authority and fiscal management responsibility. Budgetary authority is defined as authority for final approval of budgetary appropriations and revisions. Fiscal management responsibility is control of the collection and disbursements of funds. These financial statements include all funds included in the District's legally adopted budget and trust and agency funds controlled or administered by District employees in their capacity as District employees.

Budget and Tax Cycle

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

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

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2011

Note 1: Summary of Significant Accounting Policies (Continued)
Budget and Tax Cycle (Continued)

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

After School Enhancement	Community Solutions	Contingency Reserve Fund
Community Learning Center	Early Head Start	Enhancing Technology
DODEA Impact Grant	Families in Transition	Gate Receipts
ESL Training for all Teachers	Head Start	Heartland Works
Grant Administration	Kindergarten / Preschool	KS Early Learning Center
Indian Education	Learn to Serve America	Mini Grants
KSU Department of Education	School Projects	Student Materials
Textbook Rental	Title I	Title II A Teacher Quality
Title II D Education Technology	Title III - ESL	Title IV Drug Free Schools
REMS (Emergency Crisis) Grant	Yes Grants	
Alcoholism	College Hill Preschool	

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.

Vacation, Sick Leave and Other Compensated Absences

The District's policy regarding vacation permits employees to use their vacation no later than six months after the year in which it is earned. If it is not used within six months after year end, it is lost. All employees who receive vacation pay are entitled to payment for all accrued vacation earned prior to termination or resignation. All other compensated absences do not vest or accumulate and the vacation pay does not accumulate; therefore, all compensated absences are recorded as expenditures when they are paid.

Note 2: Deposits and Investments

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

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

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

Custodial credit risk-deposits - Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank with the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%

Not all funds were legally secured at June 30, 2011. See details below:

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

At June 30, 2011, the carrying amount of the District's deposits was \$49,853,620. The bank balance was \$56,393,029. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$1,000,000 was secured by FDIC insurance and \$54,961,281 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the school district's name. The third-party bank holding the pledged securities is independent of the pledging bank. \$431,748 was at risk as of June 30, 2011.

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2011

Note 2: Deposits and Investments (Continued)

As of June 30, 2011, the District had the following investments:

Investment Type	Investment Maturities (In Years)			Rating
	Fair Value	Less than 1	1 - 2	
Kansas Municipal Investment Pool	\$13,521,435	\$13,521,435	\$ -	S&P AAA/S1+
U.S. Treasury Bills	5,500,625	5,500,625	-	N/A

The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the US Government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Note 3: Defined Benefit Pension Plan

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

Funding policy: K.S.A. 74-4919 establishes the KPERs member-employee contribution rate at 4% of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERs according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 9.17% of covered payroll. These contribution requirements are established by KPERs and are periodically revised. Kansas' contributions to KPERs for all public school municipality 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. Of the total paid for 2011, \$64,969,692 was not paid until July 12, 2011.

Note 4: Transfers

The District made the following operating transfers during the fiscal year 2011. The transfers were approved by the Board of Education.

	From	To
General fund	\$ 10,411,223	\$ -
Supplemental general	3,638,041	-
Special revenue funds		
At-risk fund	-	3,902,000
Bilingual education fund	-	185,000
Capital outlay	-	21,841
Contingency reserve fund	-	11,752
Driver training	-	68,000
Four year old at-risk fund	-	130,000
Parents education fund	-	100,000
Professional development fund	-	30,000
Special education fund	-	7,365,582
Textbooks	-	160,089
Vocational fund	-	780,000
Virtual education fund	-	1,295,000
TOTALS	\$ 14,049,264	\$ 14,049,264

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2011

Note 5: Litigation

The District's attorney advises us that as of this date, he is aware of no material pending or threatened litigation or unasserted claims against the District.

Note 6: General Long-Term Debt

Following is a summary of long-term debt transactions of the District for the year ended June 30, 2011:

	Beginning of Year	Issued	Retired or Refunded	Defeased	End of Year
General obligation bonds	\$ 103,030,000	\$ -	\$ -	\$ -	\$ 103,030,000

The district issued new general obligation bonds in 2008-09 totalling \$91,375,000, with a final maturity date of September 1, 2030. Interest paid for the year ended June 30, 2011 was \$5,975,157. Included in the 2009 issue is \$54,280,000, which is partially funded with federal Build America Bonds, for which the interest is partially funded with a federal subsidy.

The annual debt service requirements for principal and interest for the fiscal year ending June 30 are:

	Principal	Interest
2012	\$ 995,000	\$ 5,947,794
2013	1,045,000	5,894,307
2014	1,390,000	5,833,431
2015	1,815,000	5,753,307
2016	2,005,000	5,658,886
2017-2021	15,085,000	26,343,385
2022-2026	29,665,000	20,937,079
2027-2031	51,030,000	9,007,859
	<u>\$ 103,030,000</u>	<u>\$ 85,376,048</u>

Kansas Statute Annotated 72-6761 restricts the level of authorized and outstanding bond indebtedness of the District to not more than 14% of the assessed valuation of tangible taxable property within the District without obtaining approval from the State Board of Education. At June 30, 2011, based on the assessed valuation as of that date of \$537,355,658, the general obligation debt limit was \$75,229,792. The outstanding balance of eligible general obligation bonds total \$103,030,000 with \$4,976,608 available for general obligation debt in the Debt Service Fund. The Kansas State Department of Education authorized the District to conduct the bond election in the amount of \$97,500,000.

The interest rate ranges from 4.0% - 6.65%.

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2011

Note 7: Intergovernmental Revenue

The following shows the sources for intergovernmental revenue for the year ended June 30, 2011:

<u>Fund</u>	<u>Federal</u>	<u>State</u>	<u>Local</u>	<u>Total</u>
General	\$ 1,838,012	\$ 24,159,040	\$ 3,075	\$ 26,000,127
Special Revenue - Budgeted				
Supplemental general	\$ -	\$ 1,084,239	\$ 747,936	\$ 1,832,175
Adult education	99,452	53,125	20,639	173,216
Capital outlay	244,802	-	201,093	445,895
Driver training	-	23,606	-	23,606
Food service	1,387,886	25,730	-	1,413,616
KPERS	-	2,422,770	-	2,422,770
Parent education	-	198,111	-	198,111
Special education	2,304,413	-	-	2,304,413
Vocational education	67,402	-	-	67,402
Total	\$ 4,103,955	\$ 3,807,581	\$ 969,668	\$ 8,881,204
Special Revenue - Non-Budgeted				
After School Enhancement	\$ -	\$ 16,995	\$ -	\$ 16,995
Alcoholism	-	-	169,800	169,800
College Hill Preschool	-	446,464	-	446,464
Community Learning Center	-	-	-	-
DODEA Impact Grant	127,089	-	-	127,089
Early Head Start	712,411	-	-	712,411
Enhancing Technology	28,000	-	-	28,000
Families in Transition	27,759	-	-	27,759
Head Start	1,620,328	-	-	1,620,328
Heartland Works	-	-	59,917	59,917
Learn to Serve America	8,998	-	-	8,998
Mini grants	-	-	-	-
REMS Grant	48,661	-	-	48,661
Sales tax	-	-	-	-
Title I	1,420,000	-	-	1,420,000
Title II A Teacher Quality	142,724	-	-	142,724
Title II D Education Technology	23,569	-	-	23,569
Title III ESL Teacher Training	20,351	-	-	20,351
Title IV Drug-Free Schools	3,000	-	-	3,000
Total	\$ 4,182,890	\$ 463,459	\$ 229,717	\$ 4,876,066
Debt service	\$ 1,255,039	\$ -	\$ 251,434	\$ 1,506,473
TOTALS	\$ 11,379,896	\$ 28,430,080	\$ 1,453,894	\$ 41,263,870

Note 8: 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 is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the District at June 30, 2011.

Note 9: 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 fiscal years.

Notes to Financial Statements

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2011

Note 10: Comparative Prior Year Amounts

The 2010 actual amounts presented in the financial statements have been taken from the audit report for the year ended June 30, 2010 and are presented for comparative purposes only.

Note 11: General Fixed Assets

General fixed assets at June 30, 2011 consisted of:

Land and buildings	\$ 204,473,169
Property and equipment	18,983,450
TOTAL	<u><u>\$ 223,456,619</u></u>

Note 12: 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 District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

Note 13: Termination Benefits

The District provides an early retirement program for certain eligible employees, which includes several layers. The totals for each layer for the year ended June 30, 2011 are as follows: 199-Monthly Benefit - \$315,106; 290-Benefit to 403(b) Self-funded Plan for Current Employees - \$233,137; and 295-Benefit to 403(b) for Disbursement to Employees - \$57,700, for a grand total of

Note 14: Capital Projects

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable to Date
Education Center	\$ 58,041	\$ 6,135
Amanda Arnold	4,350,354	4,105,694
Bluemont	4,709,472	683,570
Head Start	153,557	2,011
Frank Bergman	238,542	3,070
Lee	10,508,994	8,871,168
Marlatt	8,036,964	6,035,141
Northview	8,663,712	6,281,600
Ogden	4,674,602	3,853,238
Theodore Roosevelt	4,674,893	2,892,555
Woodrow Wilson	4,360,841	2,642,231
Eisenhower	219,884	3,208
Anthony	219,884	1,375
MHSW	42,407,164	38,132,894
MHSE	4,255,742	35,707
Maintenance	6,362	739

Notes to Financial Statements

SUPPLEMENTAL INFORMATION

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
 SCHEDULE OF INVESTMENTS
 June 30, 2011

Idle Funds	
Commerce Bank, Manhattan, Kansas	\$ 14,716,116
Landmark National Bank, Manhattan, Kansas	11,616,946
UMB Bank, Manhattan, Kansas	30,059,967
Municipal Investment Pool, State of Kansas	13,521,435
U.S. Treasury Bills	<u>5,500,626</u>
TOTAL IDLE FUNDS	<u><u>\$ 75,415,089</u></u>

NOTE: All monies on deposit are in interest-bearing accounts.

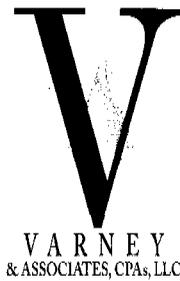
Supplemental Information

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
FUNDS ON DEPOSIT COMPARED WITH DEPOSITORY COVERAGE
 (INCLUDES ACTIVITY FUNDS)
 June 30, 2011

	<u>FDIC Coverage</u>	<u>Securities Pledged Market Value</u>	<u>Total Coverage</u>	<u>Funds on Deposit</u>	<u>Funds at Risk</u>
Commerce Bank, Manhattan, Kansas	\$ 500,000	\$27,000,000	\$27,500,000	\$14,716,116	\$ -
Landmark National Bank, Manhattan, Kansas	250,000	10,935,198	11,185,198	11,616,946	431,748.00
UMB Bank, Manhattan, Kansas	<u>250,000</u>	<u>35,000,000</u>	<u>35,250,000</u>	<u>30,059,967</u>	<u>-</u>
TOTAL	<u><u>\$ 1,000,000</u></u>	<u><u>\$72,935,198</u></u>	<u><u>\$73,935,198</u></u>	<u><u>\$56,393,029</u></u>	<u><u>\$ 431,748</u></u>

	<u>Carrying Amount</u>	<u>Market Value</u>
State of Kansas		
Municipal Investment Pool	\$13,521,435	\$ 13,521,435
U.S. Treasury Bills	5,500,626	5,500,626

Supplemental Information



October 25, 2011

Board of Education
Manhattan-Ogden Unified School District No. 383
Manhattan, Kansas

**Independent Auditors' Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards***

We have audited the financial statements of the Manhattan-Ogden Unified School District No. 383 (the District) as of and for the year ended June 30, 2011 and have issued our report thereon dated October 25, 2011. 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 of America.

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 misstatements on a timely basis. *A material weakness* is a deficiency, or combination of control deficiencies, in internal controls 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 would not necessarily identify all deficiencies in the internal control 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.

Independent Auditors' Report

October 25, 2011
Manhattan-Ogden Unified School District No. 383
(Continued)

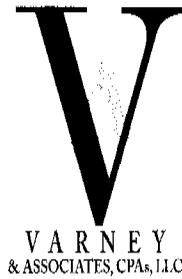
Compliance and Other Matters

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*.

We noted certain matters involving the internal control over financial reporting that we have reported to the management of the District in a separate letter dated October 25, 2011.

This report is intended solely for the information and use of management and the Board of Education, and is not intended to be and should not be used by anyone other than these specified parties. Though restricted in use, reports issued in connection with an audit of a local government may be a matter of public record.

Varney & Associates, CPAs, LLC
Certified Public Accountants



October 25, 2011

Board of Education
Manhattan-Ogden Unified School District No. 383
Manhattan, Kansas

**Independent Auditors' Report on Compliance with
Requirements Applicable to Each Major Program and on Internal
Control over Compliance in Accordance with OMB Circular A-133**

Compliance

We have audited the compliance of Manhattan-Ogden Unified School District No. 383 (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to 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 auditors' 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 our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, Manhattan-Ogden Unified School District No. 383 complied, in all material respects, with the compliance 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

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the 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 in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect 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.

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

This report is intended for the information of management, the Board of Education, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties. Though restricted in use, reports issued in connection with an audit of a local government may be a matter of public record.

Varney + Associates, CPAs, LLC
Certified Public Accountants

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures
U.S. Department of Agriculture			
Passed through Kansas Department of Education			
School breakfast program	10.553	DO383	\$ 198,341
National school lunch program	10.555	DO383	786,894
Child and adult care food program	10.558	DO383	69,533
Summer food service program for children	10.559	DO383	35,597
School food service	10.560	DO383	-
ARRA food service equipment	10.579	DO383	-
Total U.S. Department of Agriculture			<u>\$ 1,090,365</u>
U.S. Department of Education			
Adult education	84.002	DO383	\$ 99,452
Passed through Kansas Department of Education			
ARRA State fiscal stabilization funds	84.394	DO383	600,193
Title 1, financial assistance to meet special education needs of disadvantaged children	84.010	DO383	817,264
Title VI-B, assistance to state for education of handicapped children	84.027	DO383	1,061,984
Program Improvement - Vocational Education	84.048	DO383	67,402
Title VI-B, early childhood	84.173	DO383	48,604
Title IV Drug Free Schools	84.186	DO383	12,267
Education for Homeless Children and Youth	84.196	DO383	22,207
Technology Rich Classrooms	84.318	DO383	4,423
EETT Enhancing	84.318	DO383	43,235
Title III English Language Acquisition	84.365	DO383	21,230
Title II A Improving Teacher Quality	84.367	DO383	265,153
Education Jobs Fund	84.410	DO383	1,050,936
ARRA Tech Rich	84.386	DO383	19,331
ARRA Homeless/Families in Transition	84.387	DO383	4,566
ARRA Title I	84.389	DO383	432,599
ARRA IDEA Title VI-B 3-21	84.391	DO383	656,734
ARRA IDEA Title VI-B 3-5	84.392	DO383	40,567
School Preparedness	97.042	DO383	-
Total U.S. Department of Education			<u>\$ 5,268,147</u>
U.S. Department of Labor			
Passed through Kansas Department of Commerce			
Workforce Investment Act	17.259	WIAY-0603	<u>\$ 59,366</u>

Supplemental Information

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
 For the Year Ended June 30, 2011

Federal Grantor/Pass-Through Grantor/Program Title (Continued)	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Expenditures</u>
U.S. Department of Health and Human Services			
Head Start	93.600		\$ 1,560,688
Passed through Kansas Department of Social and Rehabilitation Services			
Child Care and Development Block Grants	93.575	04-07CH6183	642,758
Total U.S. Department of Health and Human Services			<u>\$ 2,203,446</u>
Corporation for National and Community Service			
Passed through Kansas Department of Education Learn to Serve America	94.004	DO383	<u>\$ 9,820</u>
TOTAL FEDERAL EXPENDITURES			<u><u>\$ 8,631,144</u></u>

Note 1: Basis of Accounting

This schedule is presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Cash disbursements are recognized when the cash balance of a fund is decreased. Expenditures include disbursements, accounts payable and encumbrances.

The District did not receive any non-cash awards during the year.

Supplemental Information

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
 Manhattan, Kansas
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 For the Year Ended June 30, 2011

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified
 Internal control over financial reporting:
 Material weaknesses identified? Yes None
 Reportable conditions identified not considered
 to be material weaknesses? Yes None reported
 Noncompliance material to financial statements noted? Yes None

Federal Awards

Internal controls over major programs:
 Material weaknesses identified? Yes No
 Reportable conditions identified not considered
 to be material weaknesses? Yes None reported

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)? Yes No

Identification of major programs:

<u>Name of Federal program</u>	<u>CFDA Number</u>
Education Jobs Fund	84.410
CCDBG - Early Head Start	93.575
Head Start	93.600

Dollar threshold used to distinguish between Type A
 and Type B programs: \$ 300,000

Auditee qualified as a low-risk auditee? Yes No

Section II - Financial Statement Findings

No matters were reported

Section III - Federal Award Findings and Questioned Costs

There were no current year findings or questioned costs.

Supplemental Information

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas
SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2011

There were no prior audit findings.

Supplemental Information

MANHATTAN-OGDEN UNIFIED SCHOOL DISTRICT NO. 383
Manhattan, Kansas
CHILD CARE AND DEVELOPMENT BLOCK GRANT
STATEMENT OF REVENUE AND EXPENDITURES

GRANT #EHS/HS -04-07CH6183
For the Period July 1, 2010 through June 30, 2011

REVENUE	<u>\$ 44,320</u>
EXPENDITURES	
Personnel	\$ 27,835
Employer taxes and benefits	<u>6,181</u>
TOTAL	<u>\$ 34,016</u>

Supplemental Information