

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS

STATUTORY BASIS FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2011

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS

STATUTORY BASIS FINANCIAL STATEMENTS

For The Year Ended June 30, 2011

TABLE OF CONTENTS

	<u>Page</u>
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditors' Report	1-2
STATEMENT 1	
Summary of Cash Receipts, Expenditures and Unencumbered Cash	3
STATEMENT 2	
Summary of Expenditures - Actual and Budget (Budgeted Funds Only)	4
STATEMENT 3	
Statement of Cash Receipts and Expenditures -	
A. General Fund	5
B. Supplemental General Fund	6
C. At Risk (4 Year Old) Fund	7
D. At Risk (K-12) Fund	8
E. Bilingual Education Fund	9
F. Capital Outlay Fund	10
G. Driver Training Fund	11
H. Food Service Fund	12
I. Professional Development Fund	13
J. Parent Education Fund	14
K. Summer School Fund	15
L. Special Education Fund	16-17
M. Vocational Education Fund	18
N. Health Care Reserve Fund	19
O. KPERs Special Retirement Contribution Fund	20
P. Contingency Reserve Fund	21
Q. Textbook Rental Fund	22
R. Grant Activity	23-26
S. Debt Service Fund - Bond and Interest	27
T. All Capital Projects Funds	28
STATEMENT 4	
Statement of Cash Receipts and Cash Disbursements - Student Activity Funds	29-31
STATEMENT 5	
Statement of Cash Receipts, Expenditures and Unencumbered Cash - District Activity Funds	32-33

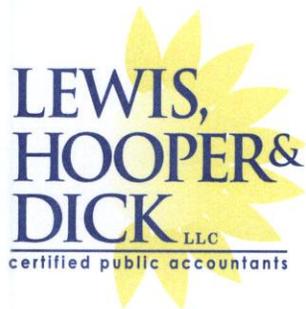
UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS

STATUTORY BASIS FINANCIAL STATEMENTS

For The Year Ended June 30, 2011

TABLE OF CONTENTS

	<u>Page</u>
Notes to Financial Statements	34-45
SUPPLEMENTAL INFORMATION	
SCHEDULE 1 Schedule of Expenditures - Actual and Budget - General Fund	47-49
SCHEDULE 2 Schedule of Cash Receipts and Expenditures - Parent Education Fund	50
SCHEDULE 3 Schedule of Cash Receipts and Expenditures - KPERs Special Retirement Contribution Fund	51
SCHEDULE 4 Insurance in Force	52
GRAPH 1 Comparison of Statutory Revenues	53
GRAPH 2 Comparison of Expenditures	54
GRAPH 3 Comparison of Expenditures - General Fund	55
Schedule of Expenditures of Federal Awards	56-57
Notes to Schedule of Expenditures of Federal Awards	58
APPENDIX - SINGLE AUDIT	
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 <i>Government Auditing Standards</i>	60-61
Independent Auditors' Report 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	62-63
Schedule of Findings and Questioned Costs	64-65
Corrective Action Plan and Comments on Audit Resolution Matters Relating to the Federal Award Programs	66



## INDEPENDENT AUDITORS' REPORT

Board of Education  
Unified School District No. 457  
Garden City, Kansas 67846

We have audited the accompanying statutory basis financial statements of the Unified School District No. 457, Garden City, Kansas, as of and for the year ended June 30, 2011, as listed in the table of contents. These statutory basis financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these statutory basis financial statements based on our audit. The prior year comparative information has been derived from the District's 2010 financial statements and, in our report dated November 18, 2010, we expressed an unqualified opinion on the statutory basis financial statements prepared on the basis of accounting described in Note 1.

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 that our audit provides a reasonable basis for our opinion.

As described in Note 1, the District has prepared these statutory basis financial statements using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The 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 described in the preceding paragraph, the statutory basis financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Unified School District No. 457, Garden City, Kansas, as of June 30, 2011, or the changes in its financial position, or where applicable, its cash flows for the year then ended. Further, the District has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

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Furthermore, in our opinion, the statutory basis financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of the Unified School District No. 457, Garden City, Kansas, as of June 30, 2011, and its cash receipts and expenditures, and budgetary comparisons for the year then ended, taken as a whole under the basis of accounting described in Note 1.

In accordance with Government Auditing Standards, we have also issued our report dated November 17, 2011, on our consideration of the Unified School District No. 457, Garden City, Kansas', internal control over financial reporting and on 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.

Our audit was performed for the purpose of forming an opinion on the statutory basis financial statements taken as a whole. The supplemental information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the statutory basis financial statements of the Unified School District No. 457, Garden City, Kansas. 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 statutory basis financial statements of the Unified School District No. 457, Garden City, Kansas. Such additional information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statements and, in our opinion, is fairly stated in all material respects, in relation to the statutory basis financial statements taken as a whole on the basis of accounting described in Note 1.

  
LEWIS, HOOPER & DICK, LLC

November 17, 2011

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Summary of Cash Receipts, Expenditures and Unencumbered Cash  
For the Year Ended June 30, 2011

	Unencumbered Cash (Deficit) Balance July 1, 2010	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Unencumbered Cash (Deficit) Balance June 30, 2011	Outstanding Encumbrances and Accounts Payable	Treasurer's Cash (Deficit) Balance June 30, 2011
General Funds:							
General	\$ (5,283,285)	\$ 3,591	\$ 48,917,752	\$ 47,570,874	\$ (3,932,816)	\$ 4,488,677	\$ 555,861
Supplemental general	(644,606)	4,632	11,192,073	10,431,479	120,620	607,162	727,782
Special Revenue Funds:							
At risk (4 year old)	50,000	-	579,000	465,197	163,803	70,816	234,619
At risk (K-12)	768,496	3,321	9,311,000	9,148,520	934,297	310,530	1,244,827
Bilingual education	719,246	25	2,510,000	2,289,235	940,036	187,713	1,127,749
Capital outlay	1,758,310	22,996	793,487	1,012,862	1,561,931	672,310	2,234,241
Driver training	22,312	-	63,475	42,110	43,677	2,276	45,953
Food service	432,545	658	3,664,450	3,554,388	543,265	141,859	685,124
Professional development	342,526	5,000	286,000	272,659	360,867	47,144	408,011
Parent education	-	-	218,850	312,205	(93,355)	25,377	(67,978)
Summer school	141,348	-	-	5,152	136,196	-	136,196
Special education	2,140,565	-	9,883,079	9,506,400	2,517,244	963,839	3,481,083
Vocational education	295,140	-	1,007,000	902,143	399,997	4,644	404,641
Health care reserve	1,430,781	-	8,627,658	7,107,735	2,950,704	546,503	3,497,207
KPERs Special Retirement Contribution	(1,746,433)	-	4,828,159	3,081,726	-	-	-
Contingency reserve	-	-	300,000	-	300,000	-	300,000
Textbook rental	334,204	5,976	208,722	227,028	321,874	126,632	448,506
Grant activity	157,457	15,665	8,216,555	8,165,364	224,313	730,099	954,412
District activities	-	-	1,840,572	1,840,572	-	363,753	363,753
Debt Service Funds:							
Bond and interest	1,988,167	-	6,131,547	6,073,920	2,045,794	-	2,045,794
Capital Projects Funds:							
Garfield School	207,419	-	-	164,888	42,531	2,000	44,531
Abe Hubert School	516,578	-	500,000	622,974	393,604	448,361	841,965
Old High School	249,375	-	-	-	249,375	-	249,375
New High School	9,671,444	-	382,350	2,350,222	7,703,572	26,600,125	34,303,697
Internal Service Funds:							
Interest on idle funds	-	-	149,136	149,136	-	-	-
Payroll	-	-	47,324,675	47,324,675	-	177,938	177,938
Totals (excluding School activity funds) (memorandum only)	<u>\$ 13,551,589</u>	<u>\$ 61,864</u>	<u>\$ 166,935,540</u>	<u>\$ 162,621,464</u>	<u>\$ 17,927,529</u>	<u>\$ 36,517,758</u>	<u>\$ 54,445,287</u>

## Composition of Cash:

Commerce Bank	\$ 3,318,336
Less outstanding checks	<u>(1,449,652)</u>
Total cash - Commerce Bank	<u>1,868,684</u>
American State Bank	283,892
Less outstanding checks	<u>(15,197)</u>
Total cash - American State Bank	<u>268,695</u>
Petty cash accounts	<u>2,000</u>
Investments:	
Money market accounts:	
Commerce Bank	22,083,850
American State Bank	138,481
Certificates of deposit:	
Commerce Bank	26,935,000
Bank of the West	3,192,000
First National Bank	<u>200,000</u>
Total investments	<u>52,549,331</u>
Total cash	54,688,710
Less School activity funds per Statement 4	<u>(243,423)</u>
Total cash (excluding School activity funds)	<u>\$ 54,445,287</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Summary of Expenditures - Actual and Budget  
(Budgeted Funds Only)  
For the Year Ended June 30, 2011

	Certified Budget	Adjustments to Comply with Legal Max	Adjustments for Qualifying Budget Credits	Total Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:						
General	\$ 47,539,392	\$ (106,022)	\$ 137,504	\$ 47,570,874	\$ 47,570,874	\$ -
Supplemental general	10,431,480	-	-	10,431,480	10,431,479	(1)
Special Revenue Funds:						
At risk (4 year old)	479,200	-	-	479,200	465,197	(14,003)
At risk (K-12)	9,679,655	-	-	9,679,655	9,148,520	(531,135)
Bilingual education	2,429,723	-	-	2,429,723	2,289,235	(140,488)
Capital outlay	1,633,668	-	-	1,633,668	1,012,862	(620,806)
Driver training	81,400	-	-	81,400	42,110	(39,290)
Food service	3,894,377	-	-	3,894,377	3,554,388	(339,989)
Professional development	378,220	-	-	378,220	272,659	(105,561)
Parent education	314,002	-	-	314,002	312,205	(1,797)
Summer school	141,348	-	-	141,348	5,152	(136,196)
Special education	12,952,897	-	-	12,952,897	9,506,400	(3,446,497)
Vocational education	999,471	-	-	999,471	902,143	(97,328)
KPERs Special Retirement Contribution	4,011,735	-	-	4,011,735	3,081,726	(930,009)
Debt Service Funds:						
Bond and interest	6,074,120	-	-	6,074,120	6,073,920	(200)

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Ad valorem tax	\$ 5,611,532	\$ 5,290,589	\$ 4,923,122	\$ 367,467
Delinquent tax	160,390	198,558	117,699	80,859
Other county sources	84,105	103,729	102,603	1,126
State sources	39,359,528	40,903,387 *	41,481,087	(577,700)
Federal sources	2,173,174	2,330,001	846,966	1,483,035
Mineral production tax	28,025	91,488	61,095	30,393
<b>Total cash receipts</b>	<b>47,416,754</b>	<b>48,917,752</b>	<b>\$ 47,532,572</b>	<b>\$ 1,385,180</b>
<b>Expenditures:</b>				
Instruction	7,340,244	6,728,509	\$ 7,426,544	\$ (698,035)
Student support services	2,543,807	2,580,748	2,588,696	(7,948)
Instructional support staff	2,857,492	2,885,607	2,943,889	(58,282)
General administration	773,508	764,038	803,780	(39,742)
School administration	3,853,517	3,706,120	3,747,571	(41,451)
Operations and maintenance	6,027,356	6,067,284	6,555,917	(488,633)
Student transportation supervision	212,219	217,265	215,256	2,009
Vehicle operating services	729,378	754,420	960,302	(205,882)
Vehicle services and maintenance services	246,159	267,120	308,530	(41,410)
Other student transportation services	167,563	159,852	-	159,852
Other supplemental services	1,304,191	1,313,350	2,828,407	(1,515,057)
Architectural and engineering services	14,407	7,443	-	7,443
Community service operations	20,156	21,114	-	21,114
Operating transfers out	21,016,500	21,960,500	19,160,500	2,800,000
Adjustment to Legal Max Budget	-	-	(106,022)	106,022
<b>Total</b>	<b>47,106,497</b>	<b>47,433,370</b>	<b>\$ 47,433,370</b>	<b>\$ -</b>
<b>Expenditures not subject to Legal Max Budget:</b>				
Juvenile detention center	126,860	137,504		
<b>Total expenditures</b>	<b>47,233,357</b>	<b>47,570,874</b>		
Receipts over expenditures	183,397	1,346,878		
Unencumbered cash (deficit), beginning	(5,473,402) *	(5,283,285) *		
Adjustment to unencumbered cash for prior year canceled encumbrances	6,720	3,591		
Unencumbered cash (deficit), ending	<u>\$ (5,283,285) *</u>	<u>\$ (3,932,816) *</u>		

\* See Note 2C (Kansas Department of Education statutory presentation)

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Ad valorem tax	\$ 3,937,929	\$ 4,866,082	\$ 5,024,460	\$ (158,378)
Delinquent tax	104,401	143,523	82,807	60,716
Motor vehicle tax	341,214	376,411	434,768	(58,357)
Recreational vehicle tax	12,632	9,925	6,051	3,874
Other county sources	55,177	35,642	64,520	(28,878)
State sources	3,326,046	5,760,490 *	5,203,473	557,017
Federal sources	1,140,856	-	-	-
<b>Total cash receipts</b>	<b>8,918,255</b>	<b>11,192,073</b>	<b>\$ 10,816,079</b>	<b>\$ 375,994</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries	6,875,863	7,018,232	\$ 7,170,435	\$ (152,203)
Employee benefits	1,473,967	1,705,914	1,705,914	-
Equipment	52,284	554,458	631,531	(77,073)
<b>Total instruction</b>	<b>8,402,114</b>	<b>9,278,604</b>	<b>9,507,880</b>	<b>(229,276)</b>
<b>Instructional support staff:</b>				
Salaries	-	16,793	21,000	(4,207)
Employee benefits	4	1,768	-	1,768
Purchased property services	37,773	18,633	24,000	(5,367)
<b>Total instructional support staff</b>	<b>37,777</b>	<b>37,194</b>	<b>45,000</b>	<b>(7,806)</b>
<b>Operations &amp; Maintenance:</b>				
Equipment	-	-	95,000	(95,000)
<b>Total operations &amp; maintenance</b>	<b>-</b>	<b>-</b>	<b>95,000</b>	<b>(95,000)</b>
<b>Vehicle Operating Services:</b>				
Equipment	-	-	222,133	(222,133)
<b>Total vehicle operating services</b>	<b>-</b>	<b>-</b>	<b>222,133</b>	<b>(222,133)</b>
<b>Other supplemental services:</b>				
Salaries	-	5,413	5,000	413
Purchased professional and technical services	7,000	7,000	7,000	-
Purchased property services	342,103	318,186	322,500	(4,314)
Other purchased services	2,256	509	3,000	(2,491)
Supplies	13,012	15,043	15,500	(457)
Equipment	106,507	769,530	208,467	561,063
<b>Total other supplemental services</b>	<b>470,878</b>	<b>1,115,681</b>	<b>561,467</b>	<b>554,214</b>
<b>Total expenditures</b>	<b>8,910,769</b>	<b>10,431,479</b>	<b>\$ 10,431,480</b>	<b>\$ (1)</b>
Receipts over expenditures	7,486	760,594		
Unencumbered cash (deficit), beginning	(653,784) *	(644,606) *		
Adjustment to unencumbered cash for prior year canceled encumbrances	1,692	4,632		
<b>Unencumbered cash (deficit), ending</b>	<b>\$ (644,606) *</b>	<b>\$ 120,620 *</b>		

\* See Note 2C (Kansas Department of Education statutory presentation)

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 At Risk (4 Year Old) 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Interest	\$ -	\$ -	\$ 200	\$ (200)
Transfer from General	440,000	579,000	429,000	150,000
Total cash receipts	440,000	579,000	\$ 429,200	\$ 149,800
<b>Expenditures:</b>				
Instruction:				
Salaries	339,886	356,035	\$ 375,600	\$ (19,565)
Employee benefits	99,901	109,162	103,600	5,562
Total expenditures	439,787	465,197	\$ 479,200	\$ (14,003)
Receipts over expenditures	213	113,803		
Unencumbered cash, beginning	49,787	50,000		
Unencumbered cash, ending	\$ 50,000	\$ 163,803		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
At Risk (K-12) 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Interest	\$ -	\$ -	\$ 159	\$ (159)
Transfer from General	8,931,000	9,311,000	8,911,000	400,000
<b>Total cash receipts</b>	<b>8,931,000</b>	<b>9,311,000</b>	<b>\$ 8,911,159</b>	<b>\$ 399,841</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries	7,128,992	7,235,896	\$ 7,415,247	\$ (179,351)
Employee benefits	1,464,004	1,685,195	1,724,508	(39,313)
Supplies	55,436	47,867	50,000	(2,133)
Other	-	-	300,000	(300,000)
<b>Total instruction</b>	<b>8,648,432</b>	<b>8,968,958</b>	<b>9,489,755</b>	<b>(520,797)</b>
<b>Student support services:</b>				
Salaries	171,604	167,208	176,400	(9,192)
Employee benefits	12,671	12,354	13,500	(1,146)
Supplies	2,909	-	-	-
<b>Total student support services</b>	<b>187,184</b>	<b>179,562</b>	<b>189,900</b>	<b>(10,338)</b>
<b>Total expenditures</b>	<b>8,835,616</b>	<b>9,148,520</b>	<b>\$ 9,679,655</b>	<b>\$ (531,135)</b>
Receipts over expenditures	95,384	162,480		
Unencumbered cash, beginning	672,071	768,496		
Adjustment to unencumbered cash for prior year canceled encumbrances	1,041	3,321		
<b>Unencumbered cash, ending</b>	<b>\$ 768,496</b>	<b>\$ 934,297</b>		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Interest	\$ -	\$ -	\$ 477	\$ (477)
Transfer from General	2,585,000	2,510,000	1,710,000	800,000
Total cash receipts	2,585,000	2,510,000	\$ 1,710,477	\$ 799,523
<b>Expenditures:</b>				
Instruction:				
Salaries	1,741,718	1,694,261	\$ 1,815,700	\$ (121,439)
Employee benefits	409,566	430,179	449,400	(19,221)
Supplies	8,372	12,052	12,230	(178)
Total instruction	2,159,656	2,136,492	2,277,330	(140,838)
Student support services:				
Salaries	74,979	81,320	65,700	15,620
Employee benefits	14,489	16,678	13,400	3,278
Total student support services	89,468	97,998	79,100	18,898
Instructional support staff:				
Salaries	-	-	15,600	(15,600)
Employee benefits	-	-	3,300	(3,300)
Other purchased services	-	-	500	(500)
Total instructional support staff	-	-	19,400	(19,400)
School administration:				
Salaries	80,655	42,173	41,300	873
Employee benefits	12,029	5,979	6,000	(21)
Supplies	3,000	6,593	6,593	-
Total school administration	95,684	54,745	53,893	852
Total expenditures	2,344,808	2,289,235	\$ 2,429,723	\$ (140,488)
Receipts over expenditures	240,192	220,765		
Unencumbered cash, beginning	478,786	719,246		
Adjustment to unencumbered cash for prior year canceled encumbrances	268	25		
Unencumbered cash, ending	\$ 719,246	\$ 940,036		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Ad valorem tax	\$ 1,202,015	\$ 581,912	\$ 541,297	\$ 40,615
Delinquent tax	36,994	45,456	25,244	20,212
Motor vehicle tax	120,304	130,883	151,126	(20,243)
Recreational vehicle tax	4,404	2,615	2,103	512
Other county sources	16,821	5,279	22,268	(16,989)
Interest	25,384	5,379	-	5,379
Other	233,007	21,963	-	21,963
<b>Total cash receipts</b>	<b>1,638,929</b>	<b>793,487</b>	<b>\$ 742,038</b>	<b>\$ 51,449</b>
<b>Expenditures:</b>				
Instruction	116,557	92,671	\$ 194,511	\$ (101,840)
Operations and maintenance	62,197	52,389	52,310	79
Transportation	271,608	297,617	-	297,617
Facilities acquisition and construction	1,382,661	570,185	1,386,847	(816,662)
<b>Total expenditures</b>	<b>1,833,023</b>	<b>1,012,862</b>	<b>\$ 1,633,668</b>	<b>\$ (620,806)</b>
Receipts under expenditures	(194,094)	(219,375)		
Unencumbered cash, beginning	1,950,062	1,758,310		
Adjustment to unencumbered cash for prior year canceled encumbrances	2,342	22,996		
<b>Unencumbered cash, ending</b>	<b>\$ 1,758,310</b>	<b>\$ 1,561,931</b>		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
Cash receipts:				
Intergovernmental:				
State aid	\$ 7,400	\$ 7,844	\$ 7,000	\$ 844
Charges for services:				
Enrollment fees	21,616	23,544	20,000	3,544
Interest	30,062	32,087	32,087	-
Total cash receipts	<u>59,078</u>	<u>63,475</u>	<u>\$ 59,087</u>	<u>\$ 4,388</u>
Expenditures:				
Instruction:				
Salaries	35,214	28,046	\$ 50,000	\$ (21,954)
Employee benefits	2,651	2,111	4,000	(1,889)
Purchased property services	5,076	9,252	13,000	(3,748)
Other purchased services	3,789	1,550	7,000	(5,450)
Supplies	5,160	1,151	7,400	(6,249)
Total expenditures	<u>51,890</u>	<u>42,110</u>	<u>\$ 81,400</u>	<u>\$ (39,290)</u>
Receipts over expenditures	7,188	21,365		
Unencumbered cash, beginning	15,088	22,312		
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>36</u>	<u>-</u>		
Unencumbered cash, ending	<u>\$ 22,312</u>	<u>\$ 43,677</u>		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
State aid	\$ 41,571	\$ 41,606	\$ 33,506	\$ 8,100
Federal aid	2,706,139	2,843,713	2,566,542	277,171
<b>Charges for services:</b>				
School receipts	780,117	779,131	861,784	(82,653)
<b>Total cash receipts</b>	<b>3,527,827</b>	<b>3,664,450</b>	<b>\$ 3,461,832</b>	<b>\$ 202,618</b>
<b>Expenditures:</b>				
<b>Operations and maintenance:</b>				
Employee benefits	13	-	\$ -	\$ -
Other purchased services	187	194	2,500	(2,306)
<b>Total operations and maintenance</b>	<b>200</b>	<b>194</b>	<b>2,500</b>	<b>(2,306)</b>
<b>Food service operation:</b>				
Salaries	1,288,319	1,281,238	1,365,100	(83,862)
Employee benefits	349,437	422,748	466,400	(43,652)
Purchased professional and technical services	2,459	-	-	-
Purchased property services	35,882	34,145	-	34,145
Other purchased services	13,321	14,169	26,750	(12,581)
Supplies	1,645,602	1,741,009	1,878,627	(137,618)
Equipment	34,437	60,885	100,000	(39,115)
Other	-	-	55,000	(55,000)
<b>Total food service operation</b>	<b>3,369,457</b>	<b>3,554,194</b>	<b>3,891,877</b>	<b>(337,683)</b>
<b>Total expenditures</b>	<b>3,369,657</b>	<b>3,554,388</b>	<b>\$ 3,894,377</b>	<b>\$ (339,989)</b>
Receipts over expenditures	158,170	110,062		
Unencumbered cash, beginning	274,156	432,545		
<b>Adjustment to unencumbered cash for prior year canceled encumbrances</b>				
	219	658		
<b>Unencumbered cash, ending</b>	<b>\$ 432,545</b>	<b>\$ 543,265</b>		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Interest	\$ -	\$ -	\$ 154	\$ (154)
Transfer from General	343,000	286,000	36,000	250,000
Total cash receipts	343,000	286,000	\$ 36,154	\$ 249,846
<b>Expenditures:</b>				
Instructional support staff:				
Salaries	26,389	39,071	\$ 142,400	\$ (103,329)
Employee benefits	104,988	113,456	93,700	19,756
Purchased professional and technical services	19,000	16,750	16,750	-
Other purchased services	73,529	103,382	125,370	(21,988)
Total expenditures	223,906	272,659	\$ 378,220	\$ (105,561)
Receipts over expenditures	119,094	13,341		
Unencumbered cash, beginning	214,965	342,526		
Adjustment to unencumbered cash for prior year canceled encumbrances				
	8,467	5,000		
Unencumbered cash, ending	\$ 342,526	\$ 360,867		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Parent 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Intergovernmental:				
State aid	\$ 190,304 *	\$ 95,152 *	\$ 190,304	\$ (95,152)
Interest	18,198	18,198	18,198	-
Other	50,000	50,000	50,000	-
Transfer from General	55,500	55,500	55,500	-
Total cash receipts	<u>314,002</u>	<u>218,850</u>	<u>\$ 314,002</u>	<u>\$ (95,152)</u>
<b>Expenditures:</b>				
Student support services:				
Salaries	184,157	187,681	\$ 201,811	\$ (14,130)
Employee benefits	29,772	33,270	31,191	2,079
Purchased professional and technical services	75,000	75,000	75,000	-
Other purchased services	1,480	2,475	4,800	(2,325)
Supplies	13,209	8,057	1,200	6,857
Total student support services	<u>303,618</u>	<u>306,483</u>	<u>314,002</u>	<u>(7,519)</u>
Other supplemental services:				
Other purchased services	<u>10,384</u>	<u>5,722</u>	<u>-</u>	<u>5,722</u>
Total other supplemental services	<u>10,384</u>	<u>5,722</u>	<u>-</u>	<u>5,722</u>
Total expenditures	<u>314,002</u>	<u>312,205</u>	<u>\$ 314,002</u>	<u>\$ (1,797)</u>
Receipts over (under) expenditures	- *	(93,355) *		
Unencumbered cash, beginning	-	-		
Unencumbered cash (deficit), ending	<u>\$ - *</u>	<u>\$ (93,355) *</u>		

\* See Schedule 2 (Kansas Department of Education statutory presentation)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
Cash receipts:				
Tuition	\$ -	\$ -	\$ -	\$ -
Total cash receipts	-	-	\$ -	\$ -
Expenditures:				
Instruction:				
Salaries	-	4,796	\$ 130,848	\$ (126,052)
Employee benefits	-	356	10,500	(10,144)
Total expenditures	-	5,152	\$ 141,348	\$ (136,196)
Receipts over (under) expenditures	-	(5,152)		
Unencumbered cash, beginning	141,348	141,348		
Adjustment to unencumbered cash for prior year canceled encumbrances	-	-		
Unencumbered cash, ending	\$ 141,348	\$ 136,196		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Transfer from General	\$ 7,627,000	\$ 7,912,000	\$ 7,412,000	\$ 500,000
Russell Child Development Center reimbursement	1,422,000	1,548,000	900,000	648,000
Federal aid	-	-	2,486,006	(2,486,006)
Interest	-	-	789	(789)
Other	513,564	423,079	-	423,079
<b>Total cash receipts</b>	<b>9,562,564</b>	<b>9,883,079</b>	<b>\$ 10,798,795</b>	<b>\$ (915,716)</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries	4,321,066	4,420,579	\$ 6,694,685	\$ (2,274,106)
Employee benefits	1,363,892	1,522,676	2,027,214	(504,538)
Purchased professional and technical services	6,605	14,692	9,275	5,417
Purchased property services	406	3,500	3,500	-
Other purchased services	14,160	7,889	25,000	(17,111)
Supplies	2,992	-	117,000	(117,000)
Equipment	-	3,807	81,094	(77,287)
<b>Total instruction</b>	<b>5,709,121</b>	<b>5,973,143</b>	<b>8,957,768</b>	<b>(2,984,625)</b>
<b>Student support services:</b>				
Salaries	1,405,738	1,379,463	1,448,800	(69,337)
Employee benefits	253,356	268,524	309,000	(40,476)
Purchased professional and technical services	16,098	13,241	13,250	(9)
Supplies	39,807	16,226	45,746	(29,520)
<b>Total student support services</b>	<b>1,714,999</b>	<b>1,677,454</b>	<b>1,816,796</b>	<b>(139,342)</b>
<b>Instructional support staff:</b>				
Other purchased services	-	1,716	30,000	(28,284)
<b>Total instructional support staff</b>	<b>-</b>	<b>1,716</b>	<b>30,000</b>	<b>(28,284)</b>

(continued)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Special area administrative services:				
Salaries	\$ 1,068,972	\$ 1,138,455	\$ 1,145,800	\$ (7,345)
Employee benefits	210,853	238,739	276,200	(37,461)
Other purchased services	1,180	728	200	528
Supplies	2,537	-	2,869	(2,869)
Other	-	-	35,788	(35,788)
Total special area administrative services	<u>1,283,542</u>	<u>1,377,922</u>	<u>1,460,857</u>	<u>(82,935)</u>
Operations and maintenance:				
Other purchased services	<u>16,842</u>	<u>26,367</u>	<u>-</u>	<u>26,367</u>
Vehicle operating services:				
Other purchased services	<u>557,817</u>	<u>449,798</u>	<u>611,500</u>	<u>(161,702)</u>
Other supplemental services:				
Other purchased services	-	-	10,000	(10,000)
Other	-	-	65,976	(65,976)
Total expenditures	<u>9,282,321</u>	<u>9,506,400</u>	<u>\$ 12,952,897</u>	<u>\$ (3,446,497)</u>
Receipts over expenditures	280,243	376,679		
Unencumbered cash, beginning	1,858,481	2,140,565		
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>1,841</u>	<u>-</u>		
Unencumbered cash, ending	<u>\$ 2,140,565</u>	<u>\$ 2,517,244</u>		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Transfer from General	\$ 1,035,000	\$ 1,007,000	\$ 607,000	\$ 400,000
Interest	-	-	3	(3)
Federal aid	-	-	97,328	(97,328)
<b>Total cash receipts</b>	<b>1,035,000</b>	<b>1,007,000</b>	<b>\$ 704,331</b>	<b>\$ 302,669</b>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries	648,320	656,235	\$ 654,348	\$ 1,887
Employee benefits	145,420	150,206	152,140	(1,934)
Equipment	64,000	67,871	115,652	(47,781)
<b>Total instruction</b>	<b>857,740</b>	<b>874,312</b>	<b>922,140</b>	<b>(47,828)</b>
<b>Instructional support staff:</b>				
Salaries	14,000	14,000	25,224	(11,224)
Employee benefits	2,655	2,655	2,655	-
Other purchased services	7,500	1,488	24,202	(22,714)
Supplies	7,475	9,688	25,250	(15,562)
<b>Total instructional support staff</b>	<b>31,630</b>	<b>27,831</b>	<b>77,331</b>	<b>(49,500)</b>
<b>Total expenditures</b>	<b>889,370</b>	<b>902,143</b>	<b>\$ 999,471</b>	<b>\$ (97,328)</b>
Receipts over expenditures	145,630	104,857		
Unencumbered cash, beginning	149,383	295,140		
Adjustment to unencumbered cash for prior year canceled encumbrances	127	-		
<b>Unencumbered cash, ending</b>	<b>\$ 295,140</b>	<b>\$ 399,997</b>		

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Health Care Reserve Fund  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year	Actual
Cash receipts:		
Interest income	\$ 8,097	\$ 11,639
Premiums received	<u>7,530,820</u>	<u>8,616,019</u>
Total cash receipts	<u>7,538,917</u>	<u>8,627,658</u>
Expenditures:		
Premiums paid	7,502,423	6,399,836
Health care expenses	<u>157,024</u>	<u>707,899</u>
Total expenditures	<u>7,659,447</u>	<u>7,107,735</u>
Receipts over (under) expenditures	(120,530)	1,519,923
Unencumbered cash, beginning	<u>1,551,311</u>	<u>1,430,781</u>
Unencumbered cash, ending	<u>\$ 1,430,781</u>	<u>\$ 2,950,704</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, 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	Current Year		Variance Over (Under)
		Actual	Budget	
Cash receipts:				
State sources	<u>\$ 1,742,032</u> *	<u>\$ 4,828,159</u> *	<u>\$ 4,011,735</u>	<u>\$ 816,424</u>
Total cash receipts	<u>1,742,032</u>	<u>4,828,159</u>	<u>\$ 4,011,735</u>	<u>\$ 816,424</u>
Expenditures:				
Instruction	2,242,365	2,007,274	\$ 2,612,509	\$ (605,235)
Student support	271,831	230,128	310,643	(80,515)
Instructional support	191,601	156,569	209,769	(53,200)
General administration	123,944	115,906	143,799	(27,893)
School administration	235,508	196,663	246,488	(49,825)
Other supplemental services	72,569	64,367	83,567	(19,200)
Operations and maintenance	204,338	180,034	229,554	(49,520)
Student transportation services	52,377	47,222	64,802	(17,580)
Food services	<u>93,932</u>	<u>83,563</u>	<u>110,604</u>	<u>(27,041)</u>
Total expenditures	<u>3,488,465</u>	<u>3,081,726</u>	<u>\$ 4,011,735</u>	<u>\$ (930,009)</u>
Receipts over (under) expenditures	(1,746,433) *	1,746,433 *		
Unencumbered cash (deficit), beginning	<u>-</u>	<u>(1,746,433)</u>		
Unencumbered cash (deficit), ending	<u>\$ (1,746,433)</u> *	<u>\$ -</u> *		

\* See Schedule 3 (Kansas Department of Education statutory presentation)

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Contingency Reserve Fund  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year	Actual
Cash receipts:		
Transfer from General	\$ -	\$ 300,000
Total cash receipts	<u>-</u>	<u>300,000</u>
Expenditures:		
Instruction:		
Contingencies	<u>-</u>	<u>-</u>
Receipts over expenditures	-	300,000
Unencumbered cash, beginning	<u>-</u>	<u>-</u>
Unencumbered cash, ending	<u>\$ -</u>	<u>\$ 300,000</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Textbook Rental Fund  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year	Actual
Cash receipts:		
Fees	\$ 199,673	\$ 208,722
Total cash receipts	<u>199,673</u>	<u>208,722</u>
Expenditures:		
Instruction:		
Textbooks	<u>187,704</u>	<u>227,028</u>
Receipts over (under) expenditures	11,969	(18,306)
Unencumbered cash, beginning	320,396	334,204
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>1,839</u>	<u>5,976</u>
Unencumbered cash, ending	<u>\$ 334,204</u>	<u>\$ 321,874</u>

The accompanying Notes to Financial Statements are an integral part of this statement.



UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Grant Activity  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Miscellaneous Grants	2011 MATH School Improvement	2011 JROTC School Improvement
Receipts:			
Federal grant	\$ -	\$ 54,833	\$ 93,667
Other	114,104	-	-
Total receipts	<u>114,104</u>	<u>54,833</u>	<u>93,667</u>
Expenditures:			
Administration:			
Salary	-	-	46,851
Employee benefits	-	43,000	17,061
Contracted services	811	-	-
Other	20	-	-
Instruction:			
Salary	11,897	3,500	-
Employee benefits	856	-	-
Inservice	131	-	-
Supplies	56,226	-	16,240
Transportation	-	-	3,500
Equipment	2,863	-	-
Vocational education projects	-	-	-
Return of funds	-	-	-
Total expenditures	<u>72,804</u>	<u>46,500</u>	<u>83,652</u>
Receipts over (under) expenditures	41,300	8,333	10,015
Unencumbered cash, beginning	87,321	-	-
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered cash (deficit), ending	<u>\$ 128,621</u>	<u>\$ 8,333</u>	<u>\$ 10,015</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

2011 Title I	2010 Title I	2011 Migrant	2011 Migrant Family Literacy	2011 Reading First	2011 Making A Success
\$ 1,895,569	\$ 300,000	\$ 1,000,000	\$ 239,596	\$ 68,824	\$ -
-	-	-	-	-	-
<u>1,895,569</u>	<u>300,000</u>	<u>1,000,000</u>	<u>239,596</u>	<u>68,824</u>	<u>-</u>
87,112	-	125,045	-	-	900
14,570	-	34,577	-	-	66
14,530	-	-	-	-	-
77,788	-	35,000	17,747	2,409	-
1,037,539	301,916	642,653	175,962	-	-
564,095	-	111,708	29,889	-	-
7,000	-	11,066	8,798	-	3,634
66,782	-	39,951	7,200	66,415	1,225
-	-	-	-	-	-
24,229	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>1,893,645</u>	<u>301,916</u>	<u>1,000,000</u>	<u>239,596</u>	<u>68,824</u>	<u>5,825</u>
1,924	(1,916)	-	-	-	(5,825)
-	1,916	-	-	-	-
-	-	-	-	-	-
<u>\$ 1,924</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,825)</u>

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Grant Activity  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	2010 AVID School Improvement	2011 Carl Perkins Voc. Ed. Grants	2011 Title II-A Improving Teacher Quality
Receipts:			
Federal grant	\$ 37,173	\$ 98,429	\$ 306,865
Other	-	-	-
Total receipts	<u>37,173</u>	<u>98,429</u>	<u>306,865</u>
Expenditures:			
Administration:			
Salary	-	-	-
Employee benefits	-	-	-
Contracted services	24,279	-	21,576
Other	-	-	21,271
Instruction:			
Salary	7,681	-	181,601
Employee benefits	603	-	49,496
Inservice	4,610	-	23,151
Supplies	-	-	5,887
Transportation	-	-	-
Equipment	-	-	-
Vocational education projects	-	98,429 *	-
Return of funds	-	-	-
Total expenditures	<u>37,173</u>	<u>98,429</u>	<u>302,982</u>
Receipts over (under) expenditures	-	-	3,883
Unencumbered cash, beginning	-	-	-
Adjustment to unencumbered cash for prior year canceled encumbrances	-	-	-
Unencumbered cash (deficit), ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,883</u>

\* 2011 Program Improvement - \$98,429

## STATEMENT 3-R

2010 Title II-A Improving Teacher Quality	2011 Title II-D Technology Literacy	2011 Title VI-B Continuous Improvement	2010 Title VI-B Continuous Improvement	2011 Title VI-B Block Grants	2011 Title VI-B Block Grants ARRA
\$ 90,000	\$ 7,523	\$ 61,864	\$ -	\$ 1,534,182	\$ 795,282
-	-	-	-	-	-
90,000	7,523	61,864	-	1,534,182	795,282
-	-	4,000	-	-	-
-	-	300	-	-	-
54,540	-	-	-	-	-
-	566	2,165	-	53,696	-
-	6,957	16,314	-	1,072,878	655,282
-	-	1,294	-	229,392	140,000
26,000	-	11,995	-	37,337	-
10,077	-	9,905	13,537	87,516	-
-	-	-	-	-	-
-	-	-	-	53,363	-
-	-	-	-	-	-
-	-	-	-	-	-
90,617	7,523	45,973	13,537	1,534,182	795,282
(617)	-	15,891	(13,537)	-	-
617	-	-	13,537	-	-
-	-	-	-	-	-
\$ -	\$ -	\$ 15,891	\$ -	\$ -	\$ -

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Grant Activity  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	2011 Federal Early Childhood ARRA	2011 Federal Early Childhood	2011 Title III English Language
Receipts:			
Federal grant	\$ 36,543	\$ 59,029	\$ 213,864
Other	-	-	-
Total receipts	<u>36,543</u>	<u>59,029</u>	<u>213,864</u>
Expenditures:			
Administration:			
Salary	-	-	-
Employee benefits	-	-	-
Contracted services	-	-	-
Other	-	2,066	9,935
Instruction:			
Salary	36,543	56,963	142,796
Employee benefits	-	-	58,609
Inservice	-	-	1,863
Supplies	-	-	-
Transportation	-	-	-
Equipment	-	-	-
Vocational education projects	-	-	-
Return of funds	-	-	-
Total expenditures	<u>36,543</u>	<u>59,029</u>	<u>213,203</u>
Receipts over (under) expenditures	-	-	661
Unencumbered cash, beginning	-	-	-
Adjustment to unencumbered cash for prior year canceled encumbrances	-	-	-
Unencumbered cash (deficit), ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 661</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

STATEMENT 3-R

2010 Title III English Language	2011 Drug Free Community	2010 Drug Free Community	2011 Title I-A Low Income ARRA	2011 Title I-D Local Delinquent	2010 Title I-D Local Delinquent
\$ 60,000	\$ 8,184	\$ 8,500	\$ 819,348	\$ 76,721	\$ -
-	-	-	-	-	-
60,000	8,184	8,500	819,348	76,721	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	28,677	55,784	-
60,608	-	-	790,671	-	-
-	-	-	-	-	-
-	-	6,294	-	-	-
-	-	2,331	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	19,358
60,608	-	8,625	819,348	55,784	19,358
(608)	8,184	(125)	-	20,937	(19,358)
608	-	125	-	-	19,358
-	-	-	-	-	-
\$ -	\$ 8,184	\$ -	\$ -	\$ 20,937	\$ -

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Grant Activity  
 Statement of Cash Receipts and Expenditures  
 For the Year Ended June 30, 2011  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	2011 American History	2010 American History	2011 Homeless
Cash receipts:			
Federal grant	\$ 95,266	\$ 85,886	\$ 10,066
Other	-	-	-
	<hr/>	<hr/>	<hr/>
Total cash receipts	95,266	85,886	10,066
	<hr/>	<hr/>	<hr/>
Expenditures:			
Administration:			
Salary	-	-	-
Employee benefits	-	-	-
Contracted services	-	-	-
Other	-	-	379
Instruction:			
Salary	24,922	20,323	-
Employee benefits	7,213	-	-
Inservice	47,951	60,393	62
Supplies	15,180	5,170	9,625
Transportation	-	-	-
Equipment	-	-	-
Vocational education projects	-	-	-
Return of funds	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	95,266	85,886	10,066
	<hr/>	<hr/>	<hr/>
Receipts over (under) expenditures	-	-	-
Unencumbered cash, beginning	-	-	-
Adjustment to unencumbered cash for prior year canceled encumbrances	<hr/>	<hr/>	<hr/>
Unencumbered cash (deficit), ending	\$ -	\$ -	\$ -
	<hr/>	<hr/>	<hr/>

The accompanying Notes to Financial Statements are an integral part of this statement.

2011 Project Launch	2010 Project Launch	2009 Kansas School Improvement	Total (Memorandum Only)	Total Prior Year
\$ 45,237	\$ -	\$ -	\$ 8,102,451	\$ 8,176,383
-	-	-	114,104	64,966
<u>45,237</u>	<u>-</u>	<u>-</u>	<u>8,216,555</u>	<u>8,241,349</u>
-	-	-	263,908	227,723
-	-	-	109,574	48,289
-	-	-	115,736	99,089
3,351	-	-	310,854	354,167
4,263	16,751	-	5,268,020	5,316,641
1,368	5,925	-	1,200,448	1,112,368
969	-	-	251,254	364,450
2,379	-	-	415,646	495,729
1,218	3,120	-	7,838	1,552
-	-	-	80,455	114,451
-	-	-	98,429	108,526
-	-	23,844	43,202	-
<u>13,548</u>	<u>25,796</u>	<u>23,844</u>	<u>8,165,364</u>	<u>8,242,985</u>
31,689	(25,796)	(23,844)	51,191	(1,636)
-	25,796	8,179	157,457	150,909
-	-	15,665	15,665	8,184
<u>\$ 31,689</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 224,313</u>	<u>\$ 157,457</u>

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Debt Service Fund  
Bond and Interest  
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	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Ad valorem tax	\$ 2,419,021	\$ 2,763,679	\$ 2,596,834	\$ 166,845
Delinquent tax	15,656	51,283	50,974	309
Motor vehicle tax	34,492	91,256	106,058	(14,802)
Recreational vehicle tax	1,382	1,654	1,476	178
Other county sources	33,965	20,005	17,148	2,857
State sources	1,189,238	1,700,348	1,700,348	-
Federal tax credit	985,590	1,503,322	1,478,385	24,937
Bond proceeds	760,066	-	-	-
<b>Total cash receipts</b>	<b>5,439,410</b>	<b>6,131,547</b>	<b>\$ 5,951,223</b>	<b>\$ 180,324</b>
<b>Expenditures:</b>				
Debt service:				
Interest and fiscal charges	4,199,747	6,073,920	\$ 6,074,120	\$ (200)
<b>Total expenditures</b>	<b>4,199,747</b>	<b>6,073,920</b>	<b>\$ 6,074,120</b>	<b>\$ (200)</b>
Receipts over expenditures	1,239,663	57,627		
Unencumbered cash, beginning	748,504	1,988,167		
Unencumbered cash, ending	<u>\$ 1,988,167</u>	<u>\$ 2,045,794</u>		

The accompanying Notes to Financial Statements are an integral part of this statement.



UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
All Capital Projects Funds  
Statement of Cash Receipts and Expenditures  
For the Year Ended June 30, 2011

	Garfield School	Abe Hubert School	Old High School
Receipts:			
Bond proceeds	\$ -	\$ -	\$ -
Interest	-	-	-
Transfer from other projects	-	500,000	-
Total receipts	<u>-</u>	<u>500,000</u>	<u>-</u>
Expenditures:			
Facilities acquisition			
Land improvement	84,657	-	-
Building	80,231	622,974	-
Other facilities	-	-	-
Transfer to other projects	-	-	-
Total expenditures	<u>164,888</u>	<u>622,974</u>	<u>-</u>
Receipts over (under) expenditures	(164,888)	(122,974)	-
Unencumbered cash, beginning	207,419	516,578	249,375
Adjustment to unencumbered cash for prior year canceled encumbrances	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered cash, ending	<u>\$ 42,531</u>	<u>\$ 393,604</u>	<u>\$ 249,375</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

New High School	Total (Memorandum Only)	Total Prior Year
\$ -	\$ -	\$ 89,279,330
382,350	382,350	244,563
<u>-</u>	<u>500,000</u>	<u>757,295</u>
<u>382,350</u>	<u>882,350</u>	<u>90,281,188</u>
448,561	533,218	478,190
1,401,661	2,104,866	81,495,544
-	-	124,231
<u>500,000</u>	<u>500,000</u>	<u>757,295</u>
<u>2,350,222</u>	<u>3,138,084</u>	<u>82,855,260</u>
(1,967,872)	(2,255,734)	7,425,928
9,671,444	10,644,816	3,195,050
<u>-</u>	<u>-</u>	<u>23,838</u>
<u>\$ 7,703,572</u>	<u>\$ 8,389,082</u>	<u>\$ 10,644,816</u>

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Student Activity Funds  
Statement of Cash Receipts and Cash Disbursements  
For the Year Ended June 30, 2010

<u>Student Organization Accounts</u>	Balance July 1, 2010	Cash Receipts	Cash Disburse- ments	Balance June 30, 2011
Advisor Base	\$ 1,014	\$ 2,830	\$ 3,781	\$ 63
Ag Built	4,239	2,718	2,271	4,686
Alta Brown	1,545	3,532	3,877	1,200
AP Spanish	485	-	320	165
Art Club - GCHS	4,439	4,900	5,950	3,389
Asian Dance	-	1,399	935	464
Auto Services	2,636	7,534	7,562	2,608
Band Club - AHMS	-	454	358	96
Baseball Club	107	-	-	107
Bernadine Sitts Intermediate Center	25,809	33,740	31,278	28,271
Blue Team	3	-	3	-
Book Fair - AHMS	620	-	-	620
Boys Basketball Club	-	5,952	2,687	3,265
Buffalo Broadcasting - GCHS	3,727	2,685	693	5,719
Buffalo Jones	25	924	942	7
Buffalo Key Club	322	2,028	1,498	852
Bufs CD	10,100	621	3,566	7,155
Campus Historical	171	4,109	3,492	788
Charles Stones Intermediate Center	2,832	12,113	10,727	4,218
Chess Club - GCHS	91	600	150	541
Computer Club - AHMS	467	6,183	6,030	620
Computer Club - GCHS	2,590	1,645	90	4,145
Cross Country Club	3,145	1,273	3,879	539
Dance Club - GCHS	548	175	360	363
Dream Team - AHMS	303	488	734	57
Early Child Fees	82	12,965	10,627	2,420
Edith Scheuerman	3,426	2,839	3,109	3,156
Environmental Science	92	-	-	92
ESL Enrichment	478	103	-	581
FB Black Shirts	3,135	16,196	18,291	1,040
FCCLA - GCHS	3,356	16,857	16,665	3,548
FCCLC	571	-	-	571
Florence Wilson	1,340	9,672	9,002	2,010
Folkloric Dance Club	1,112	1,087	1,237	962
Football Club - AHMS	120	649	403	366
Football Club - KHMS	907	5,561	3,471	2,997
French Club - GCHS	357	94	-	451
F.F.A. - GCHS	3,471	14,529	10,895	7,105
F.H.A. - AHMS	513	-	114	399
F.H.A. - KHMS	40	66	20	86
Frito Lay - GCHS	-	4,434	4,434	-
Garfield	1,164	2,958	2,689	1,433
Georgia Matthews	9,699	6,097	5,410	10,386
Gertrude Walker	4,626	5,536	6,346	3,816
G. C. Rockers	-	250	-	250
G. C. Tennis Club	215	84	225	74
Gold Team - AHMS	804	-	804	-
Golden Hawks - AHMS	943	469	846	566

(continued)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Student Activity Funds  
Statement of Cash Receipts and Cash Disbursements  
For the Year Ended June 30, 2011

<u>Student Organization Accounts</u> (continued)	Balance July 1, 2010	Cash Receipts	Cash Disburse- ments	Balance June 30, 2011
Hosa	\$ 3,812	\$ -	\$ 456	\$ 3,356
Icarians - AHMS	202	1,223	501	924
Iron Buffalo Club	97	7,016	660	6,453
Jennie Barker	806	446	354	898
Jennie Wilson	2,070	133	221	1,982
Jets - GCHS	1,029	-	1,015	14
Junior Class	4,595	12,172	16,460	307
La Familia Club - GCHS	536	1,522	544	1,514
La Reading	624	-	320	304
Latin Club	620	-	-	620
Latin Dance Club	-	486	136	350
Mighty Hawks	513	1,392	-	1,905
Music Club - AHMS	117	1,280	969	428
National Forensic League - GCHS	1,437	8,299	7,701	2,035
National Honor Society - GCHS	817	900	751	966
Orchestra Club	2,411	2,685	4,247	849
PAN	779	60	-	839
Pep Club - GCHS	6,505	14,608	10,658	10,455
Pep Club - KHMS	155	-	-	155
Photography Club	3,065	950	2,157	1,858
Pierceville - Plymell	1,434	915	1,122	1,227
Ping Pong Club	-	294	232	62
Problem Solving - GCHS	97	670	767	-
School/School	1,041	924	609	1,356
S.E. Asian Club - GCHS	682	-	682	-
SE Senior High	15,053	770	612	15,211
Senior Buff Grille	5,920	3,322	3,553	5,689
Senior Buff Patrol	315	-	-	315
Senior Class	3,204	1,500	344	4,360
Senior College Magnets	124	-	49	75
Senior High BEST	-	3,790	3,736	54
Senior High Bowling Club	59	1,167	972	254
Senior High Day Care	-	-	-	-
Senior High Flag Team - GCHS	2,250	9,838	9,415	2,673
Senior High Interact	1,293	369	1,302	360
Senior High Intramurals	2,808	4,949	5,366	2,391
Senior High Popcorn	216	2,222	1,461	977
Senior High Quiz Bowl	3	-	-	3
Senior High Rollers	69	-	4	65
Senior High Soccer Club	2,766	2,010	1,871	2,905
Senior High Spanish NHS	891	966	1,174	683
Senior High Student ID's	7,933	12,320	9,173	11,080
Senior High Student Service	551	232	783	-
Senior High Yearbook Club	1,434	417	689	1,162
Senior High Youth/Youth	350	-	-	350
Sound Effect Club - GCHS	255	11,495	8,487	3,263

(continued)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Student Activity Funds  
Statement of Cash Receipts and Cash Disbursements  
For the Year Ended June 30, 2011

<u>Student Organization Accounts</u> <u>(continued)</u>	<u>Balance</u> <u>July 1, 2010</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disburse-</u> <u>ments</u>	<u>Balance</u> <u>June 30, 2011</u>
Spanish Club - AHMS	\$ 120	\$ -	\$ 120	\$ -
Student Council - AHMS	8,879	4,434	4,557	8,756
Student Council - GCHS	4,992	6,647	7,951	3,688
Student Council - KHMS	1,690	3,758	4,490	958
Student Joint Activity	12,536	42,031	37,960	16,607
Sugar Beet - GCHS	337	5,316	5,616	37
Swimming Club	76	300	350	26
Teacher of Tomorrow - GCHS	839	713	811	741
The A Team	784	-	784	-
The Concession	-	200	120	80
Therapeutic Center - KHMS	77	-	-	77
Thespians Society - GCHS	3,545	1,192	904	3,833
Tracksteers	1,135	5,110	4,792	1,453
VICA - GCHS	355	-	-	355
Victor Ornelas	103	1,719	1,731	91
Volleyball Club - GCHS	45	4,628	4,263	410
We Are GCHS	1,087	1,336	668	1,755
We the People	198	25	-	223
World O M	322	-	322	-
Wrestling Club - AHMS	766	-	257	509
Yearbook - AHMS	539	4,546	5,055	30
Yearbook - KHMS	-	2,279	1,459	820
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total	<u>\$ 219,032</u>	<u>\$ 391,925</u>	<u>\$ 367,534</u>	<u>\$ 243,423</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
District Activity Funds  
Statement of Cash Receipts, Expenditures and Unencumbered Cash  
For the Year Ended June 30, 2011

	Unencumbered Cash Balance July 1, 2010	Cash Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011	Outstanding Encumbrances and Accounts Payable	Treasurer's Cash Balance June 30, 2011
<b>Fees and User Charges</b>						
Activity Tickets - GCHS	\$ -	\$ 7,553	\$ 7,553	\$ -	\$ -	\$ -
Ag Fees	-	-	-	-	1	1
Art Fees - GCHS	-	-	-	-	1,084	1,084
Auto Shop Fees	-	-	-	-	8	8
Band Rental Fees - GCHS	-	440	440	-	440	440
Business Fees - GCHS	-	-	-	-	286	286
Cafeteria	-	779,820	779,820	-	560	560
Class Fees - GCHS	-	58,994	58,994	-	3,259	3,259
Computer Fees - GCHS	-	-	-	-	3,451	3,451
Counselor - GCHS	-	1,966	1,966	-	303	303
Drafting Fees - GCHS	-	-	-	-	759	759
Driver's Education	-	23,800	23,800	-	400	400
First Aid Fees - GCHS	-	740	740	-	250	250
French Fees - GCHS	-	-	-	-	30	30
Instructional Materials - AHMS	-	12,505	12,505	-	1,044	1,044
Instructional Materials - BSIC	-	5,182	5,182	-	5,150	5,150
Instructional Materials - CSIC	-	5,380	5,380	-	5,380	5,380
Instructional Materials - Elementary	-	78,463	78,463	-	22,013	22,013
Instructional Materials - KHMS	-	17,101	17,101	-	440	440
Joint Activity Aid - GCHS	-	2,075	2,075	-	5,394	5,394
Latin Fees - GCHS	-	-	-	-	1,058	1,058
Library - AHMS	-	435	435	-	1,609	1,609
Library - GCHS	-	1,851	1,851	-	4,285	4,285
Library - KHMS	-	516	516	-	1,498	1,498
Science Fees - GCHS	-	-	-	-	2	2
Shop Fees - KHMS	-	1,743	1,743	-	335	335
Summer Gym	-	-	-	-	7	7
Tech Lab Fees - AHMS	-	845	845	-	2,675	2,675
Textbooks - AHMS	-	41	41	-	630	630
Textbooks - GCHS	-	3,255	3,255	-	3,191	3,191
Textbooks - KHMS	-	60	60	-	92	92
Towel Fees - AHMS	-	-	-	-	2,389	2,389
Towel Fees - GCHS	-	-	-	-	2,966	2,966
Towel Fees - KHMS	-	-	-	-	3,283	3,283
Total fees and user charges	-	1,002,765	1,002,765	-	74,272	74,272
<b>Gate Receipts</b>						
Roundball Classic Tournament	-	-	-	-	423	423
Season Tickets - GCHS	-	18,566	18,566	-	10,447	10,447
Wrestling Tournament	-	4,615	4,615	-	-	-
Total gate receipts	-	23,181	23,181	-	10,870	10,870
<b>School Events</b>						
Athletic Director - GCHS	-	8,869	8,869	-	4,062	4,062
Athletic Training - GCHS	-	5,903	5,903	-	2,081	2,081
Band - GCHS	-	5,096	5,096	-	47	47
Baseball - GCHS	-	6,184	6,184	-	1,109	1,109
Basketball, Boys - AHMS	-	1,095	1,095	-	2,419	2,419
Basketball, Boys - GCHS	-	7,775	7,775	-	430	430
Basketball, Boys - KHMS	-	659	659	-	-	-
Basketball, Girls - AHMS	-	1,095	1,095	-	3,875	3,875
Basketball, Girls - GCHS	-	7,800	7,800	-	75	75
Basketball, Girls - KHMS	-	308	308	-	-	-
Bowling - GCHS	-	2,134	2,134	-	60	60
Cheerleaders - GCHS	-	3,035	3,035	-	10,167	10,167
Comm. & Awards - GCHS	-	10,000	10,000	-	13,367	13,367
Cross Country - AHMS	-	500	500	-	500	500
Cross Country - GCHS	-	2,390	2,390	-	1,574	1,574
Cross Country - KHMS	-	34	34	-	-	-
Debate - GCHS	-	5,465	5,465	-	897	897
Drama - GCHS	-	2,505	2,505	-	2,596	2,596
Dues - AHMS	-	400	400	-	315	315
Dues - KHMS	-	380	380	-	315	315
EMS/Security - AHMS	-	1,973	1,973	-	2,430	2,430
EMS/Security - GCHS	-	4,600	4,600	-	15,159	15,159
EMS/Security - KHMS	-	1,898	1,898	-	947	947
Football - AHMS	-	1,298	1,298	-	1,870	1,870
Football - GCHS	-	18,302	18,302	-	-	-

(continued)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
District Activity Funds  
Statement of Cash Receipts, Expenditures and Unencumbered Cash  
For the Year Ended June 30, 2011

	Unencumbered Cash Balance July 1, 2010	Cash Receipts	Expenditures	Unencumbered Cash Balance June 30, 2011	Outstanding Encumbrances and Accounts Payable	Treasurer's Cash Balance June 30, 2011
<b>School Events (continued)</b>						
Forensics - GCHS	\$ -	\$ 5,465	\$ 5,465	\$ -	\$ 818	\$ 818
Golf, Boys - GCHS	-	2,510	2,510	-	532	532
Golf, Girls - GCHS	-	2,510	2,510	-	469	469
Music, Vocal - AHMS	-	300	300	-	2,153	2,153
Music, Vocal - GCHS	-	4,628	4,628	-	16	16
Music, Vocal - KHMS	-	750	750	-	2,097	2,097
Musical - GCHS	-	5,341	5,341	-	9,988	9,988
Officials - AHMS	-	8,537	8,537	-	768	768
Officials - KHMS	-	5,846	5,846	-	-	-
Officials/Entry - GCHS	-	27,654	27,654	-	71,507	71,507
Orchestra - GCHS	-	2,490	2,490	-	87	87
Soccer, Boys - AHMS	-	824	824	-	1,859	1,859
Soccer, Boys - GCHS	-	4,000	4,000	-	5,361	5,361
Soccer, Boys - KHMS	-	597	597	-	-	-
Soccer, Girls - AHMS	-	570	570	-	2,892	2,892
Soccer, Girls - GCHS	-	4,000	4,000	-	236	236
Softball, Girls - GCHS	-	6,185	6,185	-	19	19
Supplies, Athletic - AHMS	-	2,881	2,881	-	2,665	2,665
Supplies, Athletic - KHMS	-	1,597	1,597	-	2,654	2,654
Swimming - GCHS	-	2,847	2,847	-	-	-
Tennis, Boys - GCHS	-	3,285	3,285	-	1,011	1,011
Tennis, Girls - GCHS	-	3,421	3,421	-	1,287	1,287
Track, Coed - AHMS	-	913	913	-	1,646	1,646
Track, Coed - GCHS	-	6,184	6,184	-	-	-
Track, Coed - KHMS	-	557	557	-	-	-
Volleyball - AHMS	-	1,095	1,095	-	3,494	3,494
Volleyball - GCHS	-	5,135	5,135	-	2,745	2,745
Volleyball - KHMS	-	212	212	-	-	-
Wrestling - AHMS	-	913	913	-	1,201	1,201
Wrestling - GCHS	-	7,117	7,117	-	25	25
Wrestling - KHMS	-	269	269	-	-	-
Yearbook - GCHS	-	28,190	28,190	-	2,207	2,207
<b>Total school events</b>	<b>-</b>	<b>246,521</b>	<b>246,521</b>	<b>-</b>	<b>182,032</b>	<b>182,032</b>
<b>School Project Accounts</b>						
Lori Peister Memorial	-	-	-	-	1,038	1,038
ESC Accounts	-	4,091	4,091	-	4,664	4,664
Instrumental Music - AHMS	-	1,246	1,246	-	8	8
Instrumental Music - KHMS	-	399	399	-	100	100
Robert Riggs Scholarship Fund	-	1,500	1,500	-	1,500	1,500
<b>Total school project accounts</b>	<b>-</b>	<b>7,236</b>	<b>7,236</b>	<b>-</b>	<b>7,310</b>	<b>7,310</b>
<b>Special Revolving Agency Accounts</b>						
Business office supplies	-	201,100	201,100	-	7,361	7,361
Insufficient checks	-	163	163	-	2,131	2,131
Interest - savings	-	2,578	2,578	-	45	45
Investment	-	339	339	-	-	-
State sales tax	-	23,175	23,175	-	1,330	1,330
KSHAA	-	785	785	-	1,710	1,710
Board money - AHMS	-	26,121	26,121	-	-	-
Board money - GCHS	-	143,645	143,645	-	-	-
Board money - KHMS	-	26,121	26,121	-	-	-
Revenue money - AHMS	-	5,459	5,459	-	7,695	7,695
Revenue money - GCHS	-	52,242	52,242	-	-	-
Revenue money - KHMS	-	6,362	6,362	-	-	-
State tournament money - GCHS	-	10,836	10,836	-	24	24
Summer school	-	8,711	8,711	-	-	-
Equipment account - AHMS	-	3,830	3,830	-	1,888	1,888
Equipment account - GCHS	-	32,115	32,115	-	42,349	42,349
Equipment account - KHMS	-	17,287	17,287	-	24,736	24,736
<b>Total special revolving agency accounts</b>	<b>-</b>	<b>560,869</b>	<b>560,869</b>	<b>-</b>	<b>89,269</b>	<b>89,269</b>
<b>Total District Activity Funds</b>	<b>\$ -</b>	<b>\$ 1,840,572</b>	<b>\$ 1,840,572</b>	<b>\$ -</b>	<b>\$ 363,753</b>	<b>\$ 363,753</b>

The accompanying Notes to Financial Statements are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

1. Summary of significant accounting policies

A. Financial reporting entity

The District is a municipal corporation governed by an elected seven-member board. These financial statements present the Unified School District No. 457, Garden City, Kansas, (the primary government) and its component units. However, the District has no organizations, functions or activities which are considered component units of the District.

The following organization is a jointly governed organization in which the District participates and is not included in the District's statutory basis financial statements:

Garden City Information Technologies Cooperative is a jointly governed organization between Unified School District No. 457, Garden City Community College, the County of Finney, Kansas, the City of Garden City, Kansas, and St. Catherine Hospital created under K.S.A. 12-2901. Garden City Information Technologies Cooperative is governed by a board appointed by the participating parties. The purpose of Garden City Information Technologies Cooperative is to enhance the coordination and technology sharing among the members of the Cooperative, address the long term goals of the Cooperative that provide an enhanced community and regional telecommunications and integrated community network, and to seek out the opportunities that are identified by the Cooperative that provide services to local and regional interest and lead to the use of the Cooperative as a tool for economic development. This is accomplished by coordinating technology purchases and training, development of communication networks within Garden City and southwest Kansas, and providing videoconferencing, telecommuting and office access within the community. The primary source of funding for Garden City Information Technologies Cooperative is from the general funds of the participating parties and through procuring grants. Unified School District No. 457 contributed \$7,000 to the operations of Garden City Information Technologies Cooperative during the year ended June 30, 2011. The District has no equity interest nor does the District materially contribute to the continued existence of Garden City Information Technologies Cooperative. Garden City Information Technologies Cooperative has a December 31st year end.

B. Measurement focus, basis of accounting and basis of presentation

These financial statements are presented on a 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 Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's 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.

C. 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 District or the members of the general public of the District. The District approved the resolution which served as notice of the District's election to waive the requirements for reporting of its financial data in conformity with accounting principles generally accepted in the United States of America, as provided and authorized by K.S.A. 75-1120a.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

1. Summary of significant accounting policies (continued)

D. Departure from accounting principles generally accepted in the United States of America

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

E. Fund accounting

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

The following types of funds are used by the District:

Governmental Funds

General Funds - 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 special assessments or major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.

Debt Service Funds - to account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt and the financing of special assessments which are general obligations of the District.

Capital Project Funds - to account for financial resources segregated for the acquisition of major capital facilities (other than those financed by Enterprise Funds).

Fiduciary Funds

Trust and Agency Funds - 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. These include: a) Expendable Trust Funds, b) Nonexpendable Trust Funds, c) Pension Trust Funds and d) Agency Funds.

Proprietary Funds

Internal Service Funds - to account for the financing on a cost-reimbursement basis of goods and services provided by one department or agency to other departments or outside agencies.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

1. Summary of significant accounting policies (continued)

F. Cash and investments

Cash resources of the individual funds are combined to form a pool of cash and investments which is managed by the District (except for investments in the Kansas Municipal Investment Pool). Cash includes amounts in demand deposits, time deposits and certificates of deposit. Investments of the pooled accounts consist primarily of investments with the Kansas Municipal Investment Pool and U.S. government securities carried at cost, which approximates market. Interest income earned is allocated as designated by the Board.

G. Property taxes and special assessments

The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the counties. The County Appraiser annually determines assessed valuations based on real property transactions as recorded by the Register of Deeds and personal property holdings reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the County.

Taxes are assessed on a calendar year basis, are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1st of the ensuing year. One-half of the property taxes are due December 20th and distributed to the District by January 20th to finance a portion of the current year's budget. The second half is due May 10th 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.

H. Compensated absences

The District's policy is to recognize the costs of vacations and other compensated absences when actually paid.

The District's policy regarding emergency leave pay permits employees to accumulate leave days at a maximum rate of 12 days per year up to 110 days. Accumulated leave days greater than 70 (not to exceed 15 days) may be sold to the District at a rate of \$130 per day for administration, 100% of base substitute pay per day for certified staff and 75% of base pay for classified staff. Employees retiring under KPERs from the District are paid \$20 per day for unused leave time up to 70 days.

The District allows employees to accumulate and carryover up to 40 days of unused vacation leave. Unused vacation leave is payable to employees upon their departure from the District's employment. The District has estimated the dollar amount of accumulated emergency leave pay and unpaid vacation leave at June 30, 2011, at \$816,742.

I. Interfund transactions

Quasi-external transactions (i.e., transactions that would be treated as revenues or expenses if they involved organizations external to the governmental unit, such as internal service fund billings to departments) are accounted for as cash receipts or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

1. Summary of significant accounting policies (continued)

J. Reimbursements

A reimbursement is an expenditure or expense initially made in one fund, but properly attributable to another fund. For example, it is common for the general fund to pay a vendor's bill and have portions of it reimbursed by other funds. In accounting for such reimbursements, the District records an expenditure (or expense) in the reimbursing fund and a reduction of expenditure (or expense) in the reimbursed fund, following the authoritative guidance of the *Governmental Accounting, Auditing and Financial Reporting*.

K. Memorandum totals

Total columns on the financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. No consolidated financial information is presented nor are all required disclosures presented for these amounts.

L. Comparative data

The statutory basis financial statements include certain prior year comparative information in order to provide an understanding of the changes in the cash receipts and expenditures of the funds, but not at the level of detail required for a presentation in conformity with the statutory basis of accounting. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2010, from which the summarized information was derived.

2. 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), debt service funds and enterprise funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 15th.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 25th, 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 for the year ended June 30, 2011. However, a qualifying budget adjustment for expenditures outside the legal maximum budget for the General fund exists as allowed per K.S.A. 72-6430 for juvenile detention center expenditures.

The legal level of budgetary control is the fund level. 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.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

2. Stewardship compliance and accountability (continued)

A. Budgetary information (continued)

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, 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds and certain special revenue funds. Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes or by the use of internal spending limits established by the governing body.

B. Compliance with Kansas statutes

References made herein to the statutes are not intended as interpretations of the law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and the legal representation of the District. No material violations were noted; however, the following violation was noted:

- Kansas statutes 10-1113 and 10-1121 require no indebtedness be created in excess of available monies in any fund. At June 30, 2010, the Parent Education fund had a \$93,355 deficit unencumbered cash balance. This was a result of the State not disbursing aid on a timely basis. The fund received the balance of monies due in fiscal year 2011.

C. 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 District to record any payment of general state aid due to be paid during the month of June but paid to the District after June 30th, as a receipt for the fiscal year ending on June 30th. The following tables reflect the revenues as required by statutes.

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UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

2. Stewardship, compliance and accountability (continued)

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

General Fund  
Statement of Statutory Revenues and Expenditures - Statutory and Budget  
For the Year Ended June 30, 2011  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year	Statutory Transactions	Current Year	
			Budget	Variance Over (Under)
<b>Statutory revenues:</b>				
Ad valorem tax	\$ 5,611,532	\$ 5,290,589	\$ 4,923,122	\$ 367,467
Delinquent tax	160,390	198,558	117,699	80,859
Other county sources	84,105	103,729	102,603	1,126
State sources	39,161,824	39,549,789	41,481,087	(1,931,298)
Federal sources	2,173,174	2,330,001	846,966	1,483,035
Mineral production tax	28,025	91,488	61,095	30,393
<b>Total statutory revenues</b>	<b>47,219,050</b>	<b>47,564,154</b>	<b>\$ 47,532,572</b>	<b>\$ 31,582</b>
<b>Expenditures:</b>				
Instruction	7,340,244	6,728,509	\$ 7,426,544	\$ (698,035)
Student support services	2,543,807	2,580,748	2,588,696	(7,948)
Instructional support staff	2,857,492	2,885,607	2,943,889	(58,282)
General administration	773,508	764,038	803,780	(39,742)
School administration	3,853,517	3,706,120	3,747,571	(41,451)
Operations and maintenance	6,027,356	6,067,284	6,555,917	(488,633)
Student transportation supervision	212,219	217,265	215,256	2,009
Vehicle operating services	729,378	754,420	960,302	(205,882)
Vehicle services and maintenance services	246,159	267,120	308,530	(41,410)
Other student transportation services	167,563	159,852	-	159,852
Other supplemental services	1,304,191	1,313,350	2,828,407	(1,515,057)
Architectural and engineering services	14,407	7,443	-	7,443
Community service operations	20,156	21,114	-	21,114
Operating transfers out	21,016,500	21,960,500	19,160,500	2,800,000
Adjustment to Legal Max Budget	-	-	(106,022)	106,022
<b>Total</b>	<b>47,106,497</b>	<b>47,433,370</b>	<b>\$ 47,433,370</b>	<b>\$ -</b>
<b>Expenditures not subject to Legal Max Budget:</b>				
Juvenile detention center	126,860	137,504		
<b>Total expenditures</b>	<b>47,233,357</b>	<b>47,570,874</b>		
Statutory revenues under expenditures	(14,307)	(6,720)		
Modified unencumbered cash, beginning	14,405	6,818		
Adjustment to modified unencumbered cash for prior year canceled encumbrances	6,720	3,591		
<b>Modified unencumbered cash, ending</b>	<b>\$ 6,818</b>	<b>\$ 3,689</b>		

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

2. Stewardship, compliance and accountability (continued)

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

Supplemental General Fund  
Statement of Statutory Revenues and Expenditures - Statutory and Budget  
For the Year Ended June 30, 2011  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year	Current Year		Variance Over Under
		Statutory Transactions	Budget	
<b>Statutory revenues:</b>				
Ad valorem tax	\$ 3,937,929	\$ 4,866,082	\$ 5,024,460	\$ (158,378)
Delinquent tax	104,401	143,523	82,807	60,716
Motor vehicle tax	341,214	376,411	434,768	(58,357)
Recreational vehicle tax	12,632	9,925	6,051	3,874
Other county sources	55,177	35,642	64,520	(28,878)
State sources	3,357,832	5,186,504	5,203,473	(16,969)
Federal sources	1,140,856	-	-	-
Total statutory revenues	<u>8,950,041</u>	<u>10,618,087</u>	<u>\$ 10,816,079</u>	<u>\$ (197,992)</u>
<b>Expenditures:</b>				
<b>Instruction:</b>				
Salaries	6,875,863	7,018,232	\$ 7,170,435	\$ (152,203)
Employee benefits	1,473,967	1,705,914	1,705,914	-
Equipment	52,284	554,458	631,531	(77,073)
Total instruction	<u>8,402,114</u>	<u>9,278,604</u>	<u>9,507,880</u>	<u>(229,276)</u>
<b>Instructional support staff:</b>				
Salaries	-	16,793	21,000	(4,207)
Employee benefits	4	1,768	-	1,768
Purchased property services	37,773	18,633	24,000	(5,367)
Total instructional support staff	<u>37,777</u>	<u>37,194</u>	<u>45,000</u>	<u>(7,806)</u>
<b>Operations &amp; Maintenance:</b>				
Equipment	-	-	95,000	(95,000)
<b>Vehicle Operating Services:</b>				
Equipment	-	-	222,133	(222,133)
<b>Other supplemental services:</b>				
Salaries	-	5,413	5,000	413
Purchased professional and technical services	7,000	7,000	7,000	-
Purchased property services	342,103	318,186	322,500	(4,314)
Other purchased services	2,256	509	3,000	(2,491)
Supplies	13,012	15,043	15,500	(457)
Equipment	106,507	769,530	208,467	561,063
Total other supplemental services	<u>470,878</u>	<u>1,115,681</u>	<u>561,467</u>	<u>554,214</u>
Total expenditures	<u>8,910,769</u>	<u>10,431,479</u>	<u>\$ 10,431,480</u>	<u>\$ 317,132</u>
Statutory revenues over expenditures	39,272	186,608		
Modified unencumbered cash, beginning	196,558	237,522		
Adjustment to modified unencumbered cash for prior year canceled encumbrances	1,692	4,632		
Modified unencumbered cash, ending	<u>\$ 237,522</u>	<u>\$ 428,762</u>		

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

3. Detailed noted on all funds

A. Deposits and investments

A reconciliation of cash and investments as shown in the composition of cash on the summary of cash receipts, expenditures and unencumbered cash on Statement 1 is as follows:

Carrying amount of deposits	<u>\$ 54,688,710</u>
Total cash	<u><u>\$ 54,688,710</u></u>

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

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

Concentration of credit risk

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

Custodial credit risk - deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods".

At June 30, 2011, the District's carrying amount of deposits was \$54,688,710 and the bank balance was \$56,154,541. Of the bank balance, 93.21% was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$4,270,249 was covered by federal depository insurance and the balance of \$51,884,292 was collateralized with securities held by the pledging financial institutions' agents in the District's name. The District's cash deposits by financial institution and category of coverage at year-end are as follows:

	Commerce Bank	American State Bank	Bank of the West	First National Bank
FDIC coverage	<u>\$ 3,570,249</u>	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 200,000</u>
Pledged securities at market value	<u>55,241,814</u>	<u>1,065,687</u>	<u>3,640,745</u>	<u>-</u>
Total coverage	<u><u>\$ 58,812,063</u></u>	<u><u>\$ 1,315,687</u></u>	<u><u>\$ 3,890,745</u></u>	<u><u>\$ 200,000</u></u>
Funds on deposit	<u><u>\$ 52,339,144</u></u>	<u><u>\$ 423,397</u></u>	<u><u>\$ 3,192,000</u></u>	<u><u>\$ 200,000</u></u>
Funds at risk	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

3. Detailed notes on all funds (continued)

A. Deposits and investments (continued)

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 possession of an outside party. State statutes require investments to be adequately secured. The District had no investments of this type at June 30, 2011.

B. Interfund transfers

Interfund operating transfers are as follows:

	<u>From</u>	<u>To</u>	
General		At Risk (4 year old)	\$ 579,000
General		At Risk (K-12)	9,311,000
General		Bilingual Education	2,510,000
General		Professional Development	286,000
General		Parent Education	55,500
General		Special Education	7,912,000
General		Vocational Education	1,007,000
General		Contingency Reserve	300,000
New High School Capital Project		Abe Hubert School Capital Project	500,000
			<u>\$ 22,460,500</u>

C. Capital projects in process

Capital project authorizations with approved change orders compared to disbursements and accounts payable from date of inception to June 30, 2011, are as follows:

<u>Project</u>	<u>Authorization</u>	<u>Disbursements and Accounts Payable to Date</u>	<u>Committed</u>
Early Childhood expansion project	\$ 3,218,205	\$ 3,173,675	\$ 44,530
Abe Hubert improvement project	1,250,000	408,035	841,965
Old High School improvement project	250,000	625	249,375
New High School project	93,676,864	59,423,166	34,253,698
Carpet and tile replacement	256,500	256,500	-
Ceiling replacement	44,800	44,800	-
HVAC upgrade	215,900	215,900	-
Lighting replacement	43,700	43,700	-
Concrete installation	107,179	107,179	-
Concrete installation	72,100	72,100	-
Carpet and tile replacement	386,000	335,495	50,505
Ceiling replacement	67,450	-	67,450
Lighting replacement	56,800	25,920	30,880

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

3. Detailed notes on all funds (continued)

D. Long-term debt

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

	Date of Issue	Maximum Rate	Date of Final Maturity	Amount of Issue	Balance July 1, 2010	Additions	Reductions/Payments	Net Change	Balance June 30, 2011	Interest Paid
General obligation bonds payable:										
School building	12-30-08	6.00%	09-01-33	\$ 10,000,000	\$ 8,990,000	\$ -	\$ -		\$ 8,990,000	\$ 451,402
School building	07-01-09	5.25%	03-01-25	27,010,000	27,010,000	-	-		27,010,000	1,398,562
School building	07-01-09	6.783%	09-01-34	63,200,000	63,200,000	-	-		63,200,000	4,223,956
Total general obligation bonds payable					99,200,000	-	-		99,200,000	6,073,920
Employee compensated absences payable:										
Accrued vacation and discretionary leave (net change)					827,454			(10,712)	816,742	
Total employee compensated absences payable					827,454			(10,712)	816,742	
Total long-term debt					\$ 100,027,454	\$ -	\$ -	\$ (10,712)	\$ 100,016,742	\$ 6,073,920

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

Fiscal Year Ended June 30,	Anticipated			
	Principal	Interest	Interest Subsidy	Total
2012	\$ 515,000	\$ 6,062,651	\$ (1,478,385)	\$ 5,099,266
2013	840,000	6,035,126	(1,478,385)	5,396,741
2014	1,000,000	6,002,576	(1,478,385)	5,524,191
2015	1,185,000	5,955,176	(1,478,385)	5,661,791
2016	1,405,000	5,887,189	(1,478,385)	5,813,804
2017-2021	10,930,000	27,944,787	(7,391,924)	31,482,863
2022-2026	19,325,000	23,967,045	(7,343,560)	35,948,485
2027-2031	30,045,000	16,515,357	(5,445,458)	41,114,899
2032-2035	33,955,000	4,762,023	(1,603,433)	37,113,590
<b>Total</b>	<b>\$ 99,200,000</b>	<b>\$ 103,131,930</b>	<b>\$ (29,176,300)</b>	<b>\$ 173,155,630</b>

Legal debt margin

The debt limit per K.S.A. 72-6761 is fourteen percent of the assessed valuation of taxable tangible property within the District, except that such limitation may be modified as provided in K.S.A. 75-2318. The amount of debt outstanding does not exceed the statutory limit.

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UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

4. Other information

A. Risk management and self-insurance

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

Beginning in fiscal year 2011, the District has partially self-funded employees' health care costs. "Stop loss" coverage is maintained for claims above an aggregate stop loss of \$12,005,773. Payments for medical insurance premiums and self-insured medical costs not covered by the insurance carrier are paid out of the Health Care Reserve Fund as they are billed to the District. The District transfers amounts to this fund based upon projected costs. Claims are then paid out of this fund for uninsured losses as they are filed or incurred. Unencumbered cash balance represents equity designated to pay for future losses.

The claims liability reported in the Health Care Reserve Fund at June 30, 2011 and 2010, is based on the requirements of Governmental Accounting Standards Board Statements No. 10 and No. 30, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Claims liability and expenses include all specific, incremental claim adjustment expenses. Additionally, estimated amounts of salvage, subrogation and reinsurance recoverable on unpaid claims are deducted from any liability for unpaid claims. Changes in the Health Care Reserve Fund's claims liability amount in fiscal year 2011 and 2010 were:

	2011	2010
Beginning of fiscal year liability	\$ -	\$ -
Current year claims and changes in estimates	7,107,735	-
Claim payments	6,561,232	-
Balance at fiscal year end	\$ 546,503	\$ -

B. Commitments and contingencies

Commitments

The District entered into a one year contract expiring June 30, 2012, with Russell Child Development Center Board (RCDC). Under the terms of the contract, the District provides reimbursement funding from the State of Kansas and performs employer functions on behalf of RCDC for early childhood, occupational and speech therapy special education teachers, as well as for paraprofessionals. RCDC provides special education services from birth to enrollment age including the administration of Title I 89-313 grant contract. Similar annual contracts expired June 30, 2011.

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 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.

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Financial Statements  
For the Year Ended June 30, 2011

4. Other information (continued)

B. Commitments and contingencies (continued)

Contingencies (continued)

The District is currently involved in pending litigation. The outcome of this matter in process has not been determined, but the District's legal counsel and insurance provider believe insurance will cover any potential claim. Consequently, it should not have a material effect on any of the financial statements of the District at June 30, 2011.

C. Operating leases

In fiscal year 2008, the District entered into an operating lease for copiers. Lease payments for the year ended June 30, 2011, amounted to \$35,869. Future payments are as follows:

<u>Fiscal Year Ended</u>	
June 30, 2012	\$ 35,869
June 30, 2013	<u>20,923</u>
 Total	 <u>\$ 56,792</u>

D. Post-employment health care benefits

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

E. Defined benefit pension plan

Plan description: The Unified School District No. 457 participates in the Kansas Public Employees Retirement System ("KPERS"), a cost sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603-3869) or by calling 1-888-275-5737.

Funding policy: K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at up to 6% of covered salary. The employer collects and remits member-employee contributions 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. The State of Kansas contributed 9.17% of covered payroll for the period July 1, 2010, to June 30, 2011. These contribution requirements are established by KPERS and are periodically revised. The State of 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 as set forth by the legislature. The amounts attributable to the District for the years ending June 30, 2011, 2010 and 2009, were \$3,081,726, \$3,488,465, and \$3,351,984, respectively.

SUPPLEMENTAL INFORMATION

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
General Fund  
Schedule of 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	Current Year		Variance Over Under
		Actual	Budget	
<b>Instruction:</b>				
Salaries	\$ 4,402,085	\$ 3,760,995	\$ 4,470,389	\$ (709,394)
Employee benefits	1,467,424	1,447,306	1,467,085	(19,779)
Purchased professional and technical services	32,080	29,980	31,980	(2,000)
Other purchased services	45,022	44,712	43,640	1,072
Supplies	948,282	1,048,993	1,041,994	6,999
Equipment	252,724	200,636	175,569	25,067
Other	192,627	195,887	195,887	-
<b>Total instruction</b>	<b>7,340,244</b>	<b>6,728,509</b>	<b>7,426,544</b>	<b>(698,035)</b>
<b>Student support services:</b>				
Salaries	1,887,981	1,879,240	1,898,100	(18,860)
Employee benefits	394,029	438,410	426,500	11,910
Purchased professional and technical services	204,997	210,204	210,200	4
Supplies	56,800	52,894	53,896	(1,002)
<b>Total student support services</b>	<b>2,543,807</b>	<b>2,580,748</b>	<b>2,588,696</b>	<b>(7,948)</b>
<b>Instructional support staff:</b>				
Salaries	2,146,030	2,131,410	2,195,154	(63,744)
Employee benefits	494,470	554,847	545,900	8,947
Purchased professional and technical services	32,548	34,966	40,198	(5,232)
Other purchased services	355	-	-	-
Supplies	184,089	164,384	162,637	1,747
<b>Total instructional support staff</b>	<b>2,857,492</b>	<b>2,885,607</b>	<b>2,943,889</b>	<b>(58,282)</b>
<b>General administration:</b>				
Salaries	499,886	509,231	509,695	(464)
Employee benefits	96,733	103,445	102,480	965
Purchased professional and technical services	99,782	80,759	103,500	(22,741)
Other purchased services	21,470	33,467	49,200	(15,733)
Supplies	15,145	17,088	17,905	(817)
Other	40,492	20,048	21,000	(952)
<b>Total general administration</b>	<b>773,508</b>	<b>764,038</b>	<b>803,780</b>	<b>(39,742)</b>
<b>School administration:</b>				
Salaries	3,123,290	2,952,221	3,000,900	(48,679)
Employee benefits	662,326	678,662	662,000	16,662
Supplies	67,901	75,237	84,671	(9,434)
<b>Total school administration</b>	<b>3,853,517</b>	<b>3,706,120</b>	<b>3,747,571</b>	<b>(41,451)</b>

(continued)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
General Fund  
Schedule of 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	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Operations and maintenance:				
Salaries	\$ 2,797,638	\$ 2,750,036	\$ 2,833,200	\$ (83,164)
Employee benefits	786,424	843,387	756,100	87,287
Purchased professional and technical services	82,764	88,132	87,500	632
Purchased property services	344,422	342,724	338,168	4,556
Other purchased services	437,956	426,273	523,879	(97,606)
Supplies	1,578,152	1,616,732	2,017,070	(400,338)
Total operations and maintenance	6,027,356	6,067,284	6,555,917	(488,633)
Student transportation supervision:				
Salaries	168,347	167,340	167,100	240
Employee benefits	42,068	46,529	44,600	1,929
Supplies	1,804	3,396	3,556	(160)
Total student transportation supervision	212,219	217,265	215,256	2,009
Vehicle operating services:				
Salaries	445,774	446,107	502,000	(55,893)
Employee benefits	171,313	194,669	214,220	(19,551)
Purchased professional and technical services	8,662	6,136	-	6,136
Other purchased services	(2,832)	60	41,000	(40,940)
Motor fuel	106,461	107,448	191,082	(83,634)
Other	-	-	12,000	(12,000)
Total vehicle operating services	729,378	754,420	960,302	(205,882)
Vehicle services and maintenance services:				
Salaries	104,276	126,465	130,700	(4,235)
Employee benefits	26,845	38,074	33,400	4,674
Purchased professional and technical services	20,873	14,976	-	14,976
Purchased property services	39,930	37,636	22,612	15,024
Other purchased services	54,165	49,746	-	49,746
Supplies	70	223	113,618	(113,395)
Equipment	-	-	8,000	(8,000)
Other	-	-	200	(200)
Total vehicle services and maintenance services	246,159	267,120	308,530	(41,410)

(continued)

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
General Fund  
Schedule of 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	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Other student transportation services:				
Salaries	\$ 133,974	\$ 131,584	\$ -	\$ 131,584
Employee benefits	22,427	25,831	-	25,831
Other purchased services	8,636	-	-	-
Equipment	2,526	2,437	-	2,437
Total other student transportation services	<u>167,563</u>	<u>159,852</u>	<u>-</u>	<u>159,852</u>
Other supplemental services:				
Salaries	995,337	986,903	1,026,400	(39,497)
Employee benefits	206,912	233,293	253,501	(20,208)
Purchased professional and technical services	500	507	500	7
Other purchased services	41,994	37,989	42,771	(4,782)
Supplies	53,623	54,658	85,063	(30,405)
Other	5,825	-	1,420,172	(1,420,172)
Total other supplemental services	<u>1,304,191</u>	<u>1,313,350</u>	<u>2,828,407</u>	<u>(1,515,057)</u>
Community service operations:				
Crossing guards	20,156	21,114	-	21,114
Architectural and engineering services	14,407	7,443	-	7,443
Operating transfers out:				
At Risk (4 year old)	440,000	579,000	429,000	150,000
At Risk (K-12)	8,931,000	9,311,000	8,911,000	400,000
Bilingual Education	2,585,000	2,510,000	1,710,000	800,000
Professional Development	343,000	286,000	36,000	250,000
Parent Education	55,500	55,500	55,500	-
Special Education	7,627,000	7,912,000	7,412,000	500,000
Vocational Education	1,035,000	1,007,000	607,000	400,000
Contingency Reserve	-	300,000	-	300,000
Total operating transfers out	<u>21,016,500</u>	<u>21,960,500</u>	<u>19,160,500</u>	<u>2,800,000</u>
Adjustment to Legal Max Budget	-	-	(106,022)	106,022
Total	<u>47,106,497</u>	<u>47,433,370</u>	<u>\$ 47,433,370</u>	<u>\$ -</u>
Expenditures not subject to Legal Max Budget:				
Juvenile detention center	126,860	137,504		
Total expenditures	<u>\$ 47,233,357</u>	<u>\$ 47,570,874</u>		

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Parent Education Fund  
 Schedule 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)

Prepared on the basis of the state aid that is due to be paid during the month of June and is paid to the District after June 30, recorded as a receipt for the fiscal year ending June 30th.

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash receipts:</b>				
Intergovernmental:				
State aid	\$ 190,304	\$ 188,507	\$ 190,304	\$ (1,797)
Interest	18,198	18,198	18,198	-
Other	50,000	50,000	50,000	-
Transfer from General	55,500	55,500	55,500	-
Total cash receipts	<u>314,002</u>	<u>312,205</u>	<u>\$ 314,002</u>	<u>\$ (1,797)</u>
<b>Expenditures:</b>				
Student support services:				
Salaries	184,157	187,681	\$ 201,811	\$ (14,130)
Employee benefits	29,772	33,270	31,191	2,079
Purchased professional and technical services	75,000	75,000	75,000	-
Other purchased services	1,480	2,475	4,800	(2,325)
Supplies	13,209	8,057	1,200	6,857
Total student support services	<u>303,618</u>	<u>306,483</u>	<u>314,002</u>	<u>(7,519)</u>
Other supplemental services:				
Other purchased services	<u>10,384</u>	<u>5,722</u>	<u>-</u>	<u>5,722</u>
Total other supplemental services	<u>10,384</u>	<u>5,722</u>	<u>-</u>	<u>5,722</u>
Total expenditures	<u>314,002</u>	<u>312,205</u>	<u>\$ 314,002</u>	<u>\$ (1,797)</u>
Receipts over expenditures	-	-	-	-
Modified unencumbered cash, beginning	-	-	-	-
Modified unencumbered cash, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 KPERS Special Retirement Contribution Fund  
 Schedule 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)

Prepared on the basis of the state aid that is due to be paid during the month of June and is paid to the District after June 30, recorded as a receipt for the fiscal year ending June 30th.

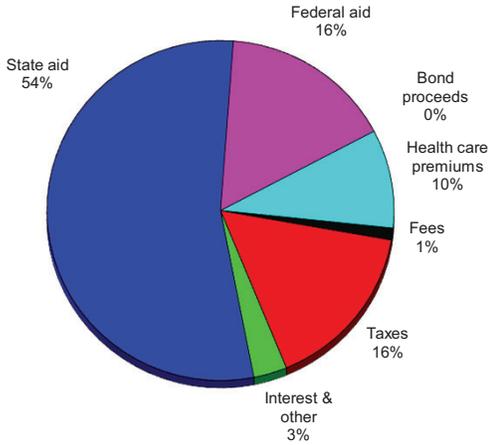
	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Cash receipts:				
State sources	\$ 3,488,465	\$ 3,081,726	\$ 4,011,735	\$ (930,009)
Total cash receipts	<u>3,488,465</u>	<u>3,081,726</u>	<u>\$ 4,011,735</u>	<u>\$ (930,009)</u>
Expenditures:				
Instruction	2,242,365	2,007,274	\$ 2,612,509	\$ (605,235)
Student support	271,831	230,128	310,643	(80,515)
Instructional support	191,601	156,569	209,769	(53,200)
General administration	123,944	115,906	143,799	(27,893)
School administration	235,508	196,663	246,488	(49,825)
Other supplemental services	72,569	64,367	83,567	(19,200)
Operations and maintenance	204,338	180,034	229,554	(49,520)
Student transportation services	52,377	47,222	64,802	(17,580)
Food services	93,932	83,563	110,604	(27,041)
Total expenditures	<u>3,488,465</u>	<u>3,081,726</u>	<u>\$ 4,011,735</u>	<u>\$ (930,009)</u>
Receipts over expenditures	-	-		
Modified unencumbered cash, beginning	-	-		
Modified unencumbered cash, ending	<u>\$ -</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Insurance in Force  
June 30, 2011

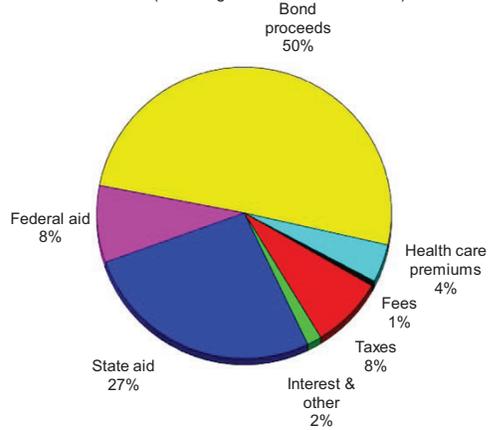
<u>Description of Coverage</u>	<u>Amount</u>
Comprehensive Business Policy:	
Blanket building - 90% coinsurance	\$ 131,384,858
Contents	20,227,483
Property in open	983,765
Comprehensive general liability including incidental malpractice coverage	2,000,000/2,000,000
Employees blanket bond	100,000
Band uniforms, musical instruments and stereo equipment	1,056,565
Builders' risk	66,736,000
School vehicles:	
Comprehensive	Value
Collision	Value
Uninsured motorist	1,000,000/accident
Medical	5,000
Bodily injury/property damage	1,000,000/person 1,000,000/accident
Workmen's compensation	500,000/500,000/500,000
Electronic data processing (comprehensive package)	2,732,240
Grounds equipment, property	526,063
Liability policy with lifetime medical and disability	5,000,000
Combined accidental death and dismemberment benefit	30,000
School administration liability policy	1,000,000
Day care accident liability	35,000
Treasurer's bond	5,000

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Comparison of Statutory Revenues  
 For the Years Ended June 30

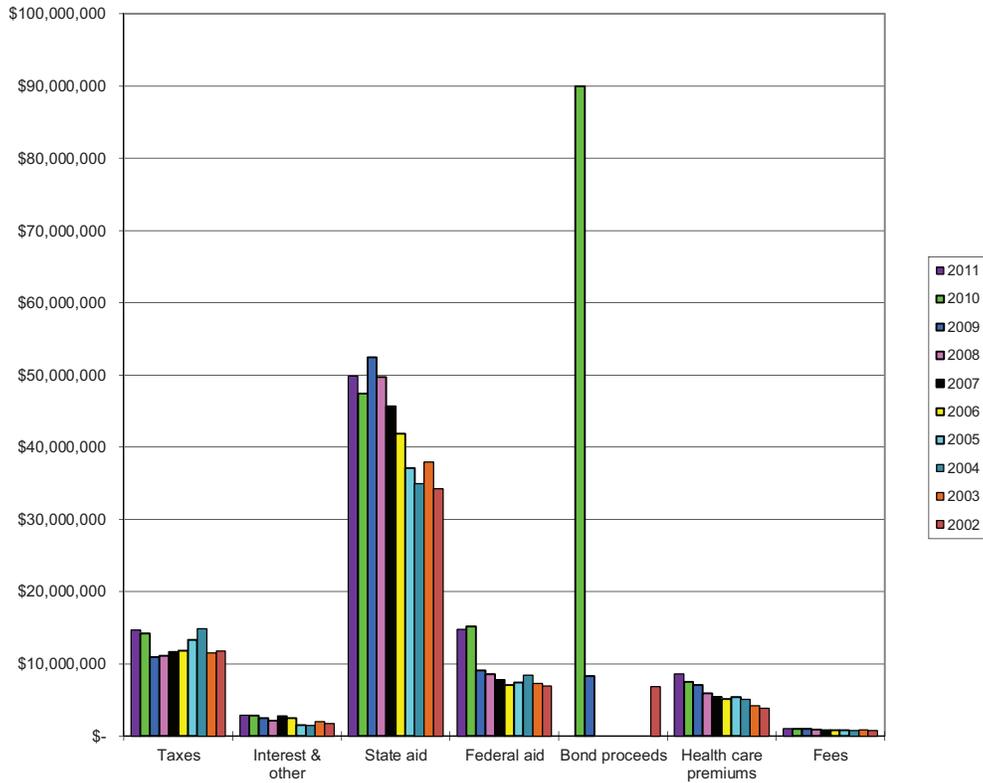
**2011 Statutory Revenues - All Funds**  
 (excluding transfers between funds)



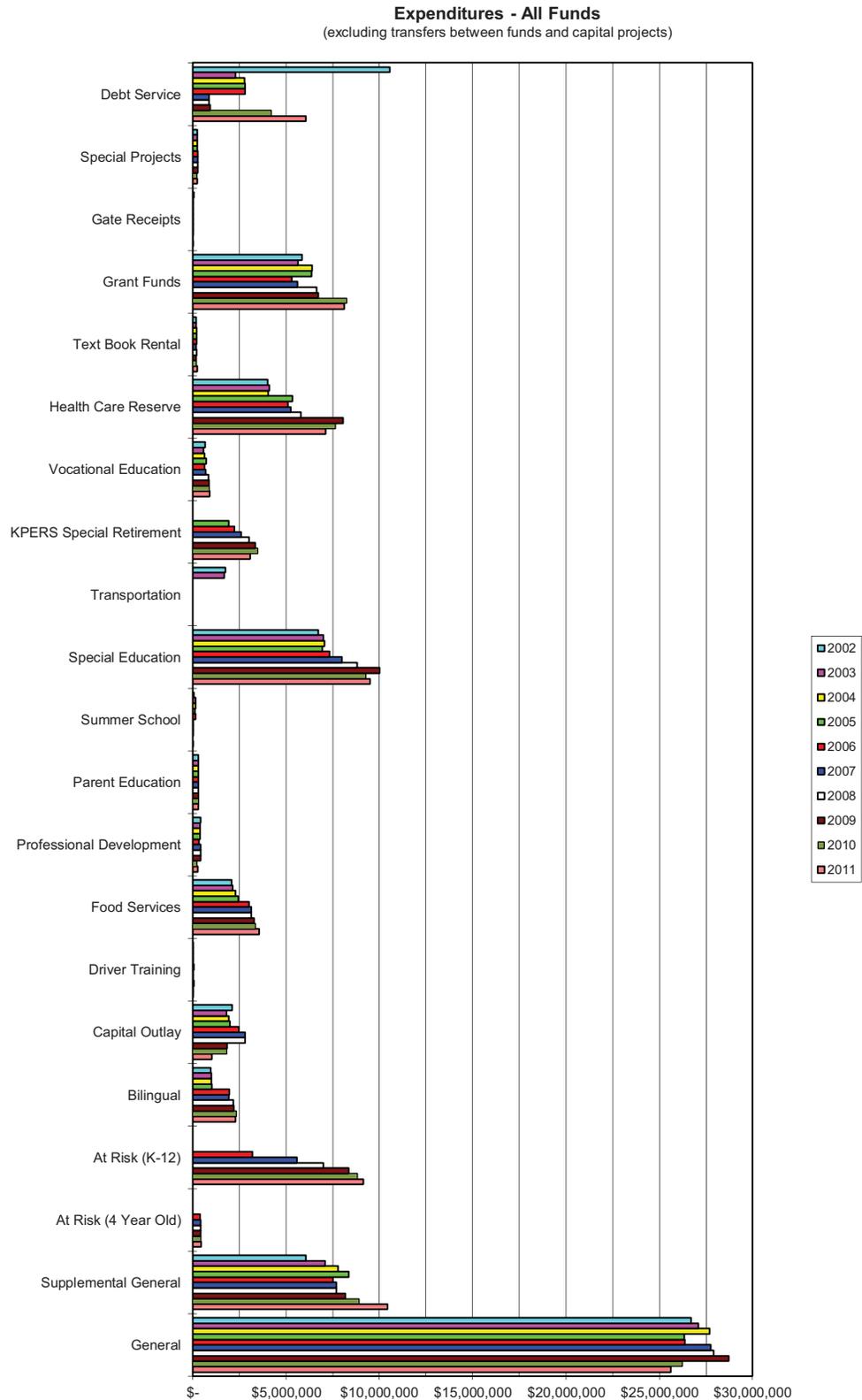
**2010 Statutory Revenues - All Funds**  
 (excluding transfers between funds)



**Comparison of Statutory Revenues - All Funds**  
 (excluding transfers between funds)

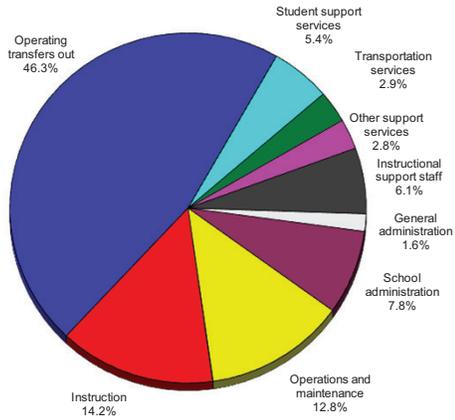


UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Comparison of Expenditures  
 For the Years Ended June 30

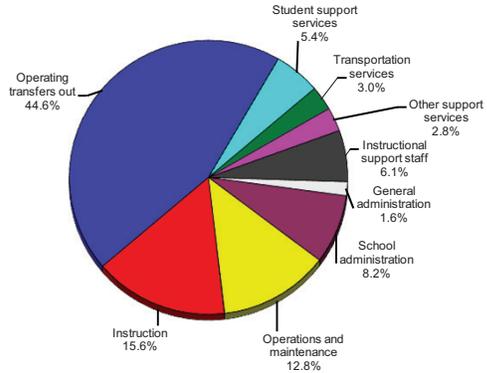


UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Comparison of Expenditures - General Fund  
 For the Years Ended June 30

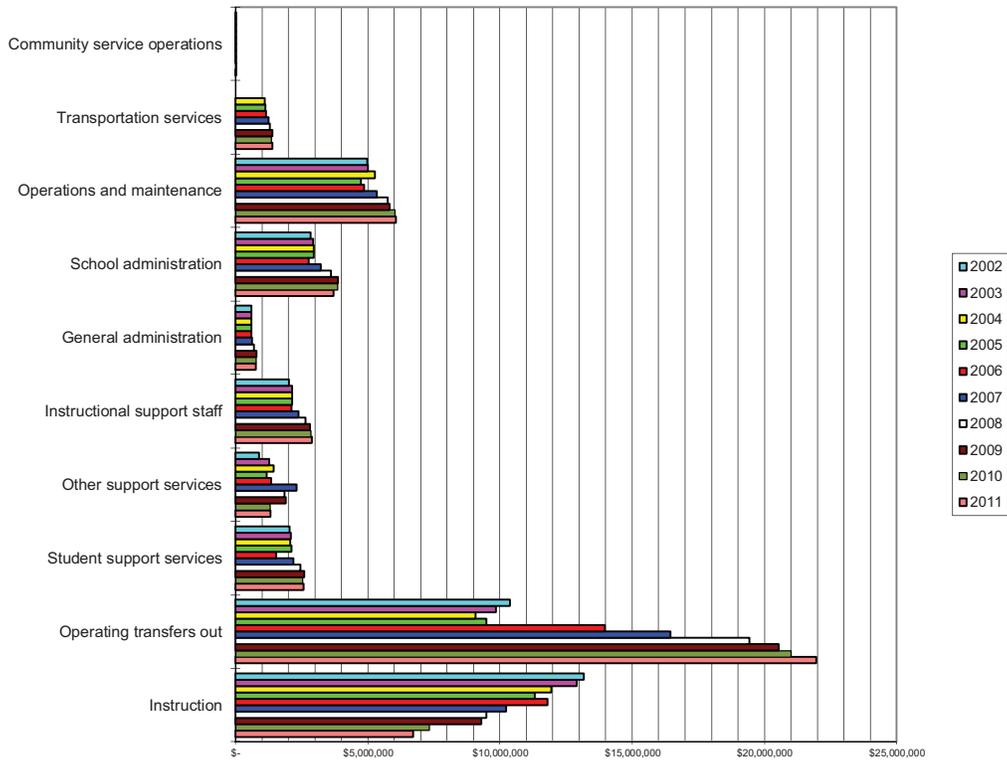
2011 Expenditures  
 General Fund



2010 Expenditures  
 General Fund



Comparison of Expenditures  
 General Fund





UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2011

<u>Grant Title</u>	<u>Federal CFDA Number</u>	<u>Clusters</u>	<u>Program Award Amount</u>
<b>DEPARTMENT OF AGRICULTURE</b>			
Passed through State Department of Education:			
School Breakfast Program	10.553	A	\$ 626,202
National School Lunch Program	10.555	A	2,185,375
Summer Food Service Program for Children	10.559	A	32,186
State Administrative Expenses for Child Nutrition	10.560		300
Team Nutrition Grants	10.574		12,845
<b>DEPARTMENT OF EDUCATION</b>			
Direct funding:			
Funds for the Improvement of Education - Teaching American History	84.215		141,415
Funds for the Improvement of Education - Teaching American History	84.215		137,388
Passed through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	C	106,721
Title I Grants to Local Educational Agencies	84.010	C	112,615
Title I Grants to Local Educational Agencies	84.010	C	2,222,569
Title I Grants to Local Educational Agencies	84.010	C	2,248,582
Title I Grants to Local Educational Agencies	84.010	C	79,770
Title I Grants to Local Educational Agencies	84.010	C	200,000
Migrant Education - State Grant Program	84.011		1,000,000
Migrant Education - Family Literacy	84.011		239,596
Migrant Education - Health Care	84.011		2,364
Migrant Education - Summer	84.011		28,552
Title VI-B - Special Education - State Grants	84.027	B	1,534,182
Title VI-B - Special Education - State Grants	84.027A	B	61,864
Title VI-B - Special Education - State Grants	84.027A	B	60,979
Career & Technical Grants - Basic Grants to States:			
Program Improvement	84.048		98,429
Special Education - Pre-School Grant	84.173	B	59,020
Safe & Drug-Free Schools and Communities	84.186		23,184
Safe & Drug-Free Schools and Communities	84.186		34,557
Education for Homeless Children and Youth	84.196		10,066
Education Technology State Grants	84.318		7,523
Education Technology State Grants	84.318		85,000
Special Education - State Personnel Grant	84.323		2,138
Reading First Grant	84.357		68,824
Title III - English Language Acquisition	84.365		283,864
Title III - English Language Acquisition	84.365		243,048
Title II-A - Improving Teacher Quality	84.367		396,865
Title II-A - Improving Teacher Quality	84.367		411,313
Title I Grants to Local Educational Agencies, Recovery	84.389	C	1,647,484
Title VI-B - Special Education - State Grants, Recovery	84.391	B	1,735,160
Special Education - Pre-School Grant, Recovery	84.392	B	73,086
State Fiscal Stabilization Fund -			
Education State Grants, Recovery	84.394		846,966
Education Jobs Fund	84.410		1,483,035

(continued)

Unencumbered Cash Balance July 1, 2010	Cash Receipts	Disburse- ments/ Expenditures	Return of Funds	Unencumbered Cash (Deficit) Balance June 30, 2011
\$ -	\$ 626,202	\$ 626,202	\$ -	\$ -
-	2,185,375	2,185,375	-	-
-	32,186	32,186	-	-
-	300	300	-	-
-	12,845	12,845	-	-
-	95,266	95,266	-	-
-	85,886	85,886	-	-
-	76,721	55,784	-	20,937
19,358	-	-	19,358	-
-	1,895,569	1,893,645	-	1,924
1,916	300,000	301,916	-	-
-	37,173	37,173	-	-
-	148,500	130,152	-	18,348
-	1,000,000	1,000,000	-	-
-	239,596	239,596	-	-
-	2,364	2,364	-	-
-	-	-	-	-
-	1,534,182	1,534,182	-	-
-	61,864	45,973	-	15,891
13,537	-	13,537	-	-
-	98,429	98,429	-	-
-	59,029	59,029	-	-
-	8,184	-	-	8,184
125	8,500	8,625	-	-
-	11,177	11,177	-	-
-	7,523	7,523	-	-
-	-	-	-	-
-	1,938	1,938	-	-
-	68,824	68,824	-	-
-	213,864	213,203	-	661
608	60,000	60,608	-	-
-	306,865	302,982	-	3,883
617	90,000	90,617	-	-
-	819,348	819,348	-	-
-	795,282	795,282	-	-
-	36,543	36,543	-	-
-	846,966	846,966	-	-
-	1,483,035	1,483,035	-	-

UNIFIED SCHOOL DISTRICT NO. 457  
 GARDEN CITY, KANSAS  
 Schedule of Expenditures of Federal Awards  
 For the Year Ended June 30, 2011

<u>Grant Title</u>	<u>Federal CFDA Number</u>	<u>Clusters</u>	<u>Program Award Amount</u>
(continued):			
DEPARTMENT OF EDUCATION			
Passed through Baker University:			
Advanced Placement Program	84.330		\$ 9,825
DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through State Department of Health and Environment:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243		45,237
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243		45,237
Passed through State Department of Education:			
Cooperative Agreements to Support Comprehensive School Health Programs to Prevent the Spread of HIV and Other Important Health Problems	93.938		750
TOTAL			

The accompanying Notes to Schedule of Expenditures of Federal Awards are an integral part of this statement.

Unencumbered Cash Balance July 1, 2010	Cash Receipts	Disburse- ments/ Expenditures	Return of Funds	Unencumbered Cash (Deficit) Balance June 30, 2011
\$ -	\$ -	\$ 5,825	\$ -	\$ (5,825)
-	45,237	13,548	-	31,689
25,796	-	25,796	-	-
-	750	750	-	-
<u>\$ 61,957</u>	<u>\$ 13,295,523</u>	<u>\$ 13,242,430</u>	<u>\$ 19,358</u>	<u>\$ 95,692</u>

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS  
Notes to Schedule of Expenditures of Federal Awards  
June 30, 2011

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the expenditures of all federal financial assistance programs of the Unified School District No. 457, Garden City, Kansas. The District's reporting entity is defined in Note 1 to the District's statutory basis financial statements. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule.

2. Basis of accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting, which is described in Note 1 to the District's statutory basis financial statements.

Chapter 1 - Migrant program revenues and disbursements reported in the District's statutory basis financial statements differ from that found on grant reports due to the grant having a September 30th year end.

3. Relationship to statutory basis financial statements

Federal financial assistance expenditures are reported in the District's statutory basis financial statements as follows:

General Funds:

General (Statement 3-A):

Instruction - salaries	\$ 2,330,001
Operations and maintenance - employee benefits	150

Special Revenue Funds:

Food service (Statement 3-H):

Food service operation	2,843,713
Food service operation - supplies	13,045

Professional development (Statement 3-I):

Instructional support staff - other purchased services	586
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Grant activity (Statement 3-Q):

Total expenditures	8,165,364
Plus reimbursed expenditures	4,827
Less return of funds	(19,358)
Less expenditures from other sources	(95,898)
	(95,898)

Total expenditures of federal awards	\$ 13,242,430
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4. National School Lunch Program

The unencumbered cash balance in the Food service fund at June 30, 2011, is local money. Federal and state funds included in the Food service fund are expended first.

APPENDIX - SINGLE AUDIT



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

Board of Education  
Unified School District No. 457  
Garden City, Kansas 67846

We have audited the statutory basis financial statements of Unified School District No. 457, Garden City, Kansas, as of and for the year ended June 30, 2011, and have issued our report thereon dated November 17, 2011. The District prepares its financial statements on a 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. 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 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District'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.*

405 North Sixth Street | P.O. Box 699  
Garden City, KS 67846  
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Fax: 620-275-8936 | www.lhd.com

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CPAs

Charles H. Claar, Jr, CPA  
Theresa Dasenbrock, CPA, CFE  
David L. Hetrick, CPA  
Steven D. Josserand, CPA  
Gary A. Schlappe, CPA  
Rodney Van Norden, CPA

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Lisa L. Axman, CPA  
Sue A. Bradley, CPA  
Susan A. Burgardt, CPA  
Shannon N. Euliss, CPA  
Tracey Homm, CPA, CSEP  
Kimberly A. Roth, CPA  
Kristin J. Sekavec, CPA  
Monica J. Wilson, CPA

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's statutory basis 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 that we have reported to the management of Unified School District No. 457, Garden City, Kansas, in a separate letter dated November 17, 2011.

This report is intended solely for the information and use of the audit committee, management, the Kansas Division of Accounts and Reports, the Kansas Department 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.



LEWIS, HOOPER & DICK, LLC

November 17, 2011



INDEPENDENT AUDITORS' REPORT 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 of Education  
Unified School District No. 457  
Garden City, Kansas 67846

Compliance

We have audited the compliance of Unified School District No. 457 with the types of compliance requirements described in the U. S. Office of Management and Budget (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. Unified School District No. 457'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 that 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, Unified School District No. 457 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.

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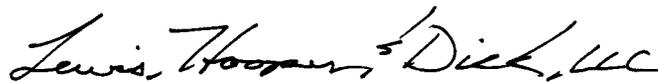
Internal Control Over Compliance

The management of Unified School District No. 457, Garden City, Kansas is responsible for establishing and maintaining effective 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 in order 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.

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 over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the audit committee, management, the Kansas Division of Accounts and Reports, the Kansas Department 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.



LEWIS, HOOPER & DICK, LLC

November 17, 2011

UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS

Schedule of Findings and Questioned Costs  
June 30, 2011

I. SUMMARY OF AUDITORS' RESULTS

A. Financial Statements

- Type of auditors' report issued: Unqualified
  
- Internal control over financial reporting as reported in the INDEPENDENT AUDITORS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS:
  - Material weaknesses identified: None
  - Significant deficiencies identified: None reported
  
- Noncompliance material to financial statements noted: None

B. Federal Awards

- Internal control over major programs as reported in the INDEPENDENT AUDITORS' REPORT 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:
  - Material weaknesses identified: None
  - Significant deficiencies identified: None reported
  
- Type of auditors' report issued on compliance for major programs: Unqualified
  
- Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133: None

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UNIFIED SCHOOL DISTRICT NO. 457  
GARDEN CITY, KANSAS

Schedule of Findings and Questioned Costs  
June 30, 2011

I. SUMMARY OF AUDITORS' RESULTS (continued)

B. Federal Awards (continued)

- The programs tested as major programs include:

Program	CFDA	Expenditures
Title I, Part A Cluster:		
Title I Grants to Local Education Agencies	84.010	\$ 1,893,645
Title I Grants to Local Education Agencies	84.010	301,916
Title I Grants to Local Education Agencies	84.010	37,173
Title I Grants to Local Education Agencies	84.010	130,152
Title I Grants to Local Education Agencies	84.010	55,784
Title I Grants to Local Education Agencies, Recovery	84.389	819,348
Migrant Education:		
Migrant Education - State Grant Program	84.011	1,000,000
Migrant Education - Family Literacy	84.011	239,596
Migrant Education - Health Care	84.011	2,364
Special Education (IDEA) Cluster:		
Title VI-B - Special Education - State Grants	84.027	1,534,182
Title VI-B - Special Education - State Grants	84.027A	45,974
Title VI-B - Special Education - State Grants	84.027A	13,537
Special Education - Pre-School Grant	84.173	59,029
Title VI-B - Special Education - State Grants, Recovery	84.391	795,282
Special Education - Pre-School Grant, Recovery	84.392	36,543
State Fiscal Stabilization Fund -		
Education State Grants, Recovery	84.394	846,966
Educator Jobs Fund	84.410	1,483,035

- Dollar threshold used to distinguish between type A and B programs: \$397,273
- Auditee qualified as low-risk auditee: Yes

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

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Garden City



U.S.D. #457

Public Schools

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Business Office

Corrective Action Plan and Comments  
on Audit Resolution Matters Relating  
to the Federal Award Programs  
June 30, 2011

November 17, 2011

Department of Education

Unified School District No. 457, Garden City, Kansas, respectfully submits the following corrective action plan for the year ended June 30, 2011.

Name and address of independent accounting firm: Lewis, Hooper & Dick, LLC  
PO Box 699  
Garden City, KS 67846

Audit period: July 1, 2010 through June 30, 2011

The findings from the June 30, 2011, Schedule of Findings and Questioned Costs related to the federal award programs are discussed below. The findings are numbered consistently with the number assigned in the Schedule. Section I of the Schedule, Summary of Auditors' Results, does not include findings and is not addressed.

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

IV. STATUS OF CORRECTIVE ACTIONS ON PRIOR FINDINGS

None

If the Department of Education, the oversight agency, has questions regarding this plan, please call Kathleen A. Whitley at 620-805-7005.

Sincerely,

A handwritten signature in black ink that reads "Kathleen A. Whitley".

Kathleen A. Whitley  
Director of Business Affairs