

UNIFIED SCHOOL DISTRICT NO. 484

Financial Statements
and
Supplemental Information

with Independent Auditor's Report

For the Year Ended June 30, 2011

Unified School District No. 484
 Fredonia, Kansas
 Special Financial Statements
For the Fiscal Year Ended June 30, 2011

<u>Item</u>	<u>Page Number</u>
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	3
Notes to Financial Statements	4-13
ADDITIONAL INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget	14
Schedule 2	
Summary of Receipts and Expenditures - Individually Presented by Fund	
General Fund	15-17
Supplemental General Fund	18-19
Special Revenue Funds	
At Risk 4 Year Old Fund	20
At Risk K-12 Fund	21
Capital Outlay Fund	22
Driver Training Fund	23
Food Service Fund	24
Professional Development Fund	25
Parent Education Fund	26
Special Education Fund	27
Vocational Education Fund	28
KPERS Special Retirement Contribution Fund	29
Contingency Reserve Fund	30
Textbook and Student Material Revolving Fund	31
Recreation Commission Fund	32
Coordinated School Health Grant Fund	33
Title I Fund	34
Title I ARRA Fund	35
Title II Fund	36
Indian Grant Fund	37
State Improvement Special Project Fund	38

Unified School District No. 484
Fredonia, Kansas
Special Financial Statements
For the Fiscal Year Ended June 30, 2011

<u>Item</u>	<u>Page Number</u>
Schedule 3 Summary of Cash Receipts and Disbursements - Fiduciary Funds	39
Schedule 4 Summary of Cash Receipts, Expenditures and Unencumbered Cash - District Activity Funds	40
APPENDIX A	
Auditor's Report on Compliance and Internal Control – Government Auditing Standards	41-42
Auditor's Report on Compliance and Internal Control – OMB Circular A-133	43-44
Schedule of Findings and Questioned Costs	45
Schedule of Expenditures of Federal Awards	47



INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 484
Fredonia, Kansas

We have audited the summary statement of cash receipts, expenditures and unencumbered cash balances of Unified School District No. 484, Fredonia, Kansas, as of and for the year ended June 30, 2011. This financial statement is the responsibility of Unified School District No. 484's management. Our responsibility is to express an opinion on this financial statement based on our audit.

We conducted our audit 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 the *Kansas Municipal Audit Guide*. 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 statement. 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, Unified School District No. 484, Fredonia, Kansas, has prepared this financial statement using accounting practices prescribed by the State of Kansas which demonstrates 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 statement of the variances between these statutory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, is presumed to be material.

The financial statement referred to above includes only the primary government of the District, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the District's legal entity. The financial statement does not include the financial data of any legally separate component units which accounting principles generally accepted in the United States of America require to be reported with the financial data of the District's primary government.

In our opinion, because of the District's policy to prepare its financial statement on the basis of accounting discussed in the preceding two paragraphs, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 484, Fredonia, Kansas as of June 30, 2011, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Unified School District No. 484, Fredonia, Kansas, as of June 30, 2011, and the aggregate cash receipts and expenditures for the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 26, 2012, on our consideration of Unified School District No. 484's 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 conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures-actual and budget, individual fund schedules of cash receipts and expenditures-actual and budget, schedule of cash receipts and expenditures-agency funds (Schedule 1, 2, and 3, as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statement. This information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement taken as a whole.

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 Unified School District No. 484, Fredonia, Kansas. This supplemental information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statement, and, in our opinion, is fairly stated, in all material respects in relation to the statutory basis financial statement taken as a whole, on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the governing body and management of Unified School District No. 484, Fredonia, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlotterbeck and Burns, LLC

March 26, 2012

Unified School District No. 484
 Summary of Receipts, Expenditures, and Unencumbered Cash
 Regulatory Basis
 For the Year Ended June 30, 2011

		Beginning Unencumbered Cash Balance	Beginning Balance Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:								
General	(2)	\$ 12,104	1,023	5,388,345	5,397,523	3,949	112,279	116,228
Supplemental General	(2)	17,984	326	1,334,907	1,315,479	37,738	78,349	116,087
Special Revenue:								
At Risk 4 Year Old		13,705		117,000	52,598	78,107		78,107
At Risk K-12		175,000		807,067	530,259	451,808	73	451,881
Capital Outlay		916,156		335,545	186,862	1,064,839	136,404	1,201,243
Driver Training		36,244		16,547	9,649	43,142		43,142
Food Service		173,802		432,000	466,085	139,717	43	139,760
Professional Development		40,573		15,000	4,094	51,479		51,479
Parent Education Program		7,200		7,500	5,700	9,000		9,000
Special Education	(2)	695,085	84	762,689	874,416	583,442	43,794	627,236
Vocational Education		104,061		140,731	83,570	161,222	8,879	170,101
KPERS Special Retirement Contribution	(233,468)		383,362	311,726	(161,832)	161,832	
Contingency Reserve		592,681				592,681		592,681
Textbook and Student Material Revolving		145,423		19,131	9,254	155,300	9,470	164,770
Recreation Commission		30,348		63,490	79,350	14,488		14,488
Coordinated School Health Grant		1,593				1,593		1,593
Title I				197,387	185,145	12,242		12,242
Title I ARRA		24,463		40,131	64,594			
Title II	(2)		1,050	56,591	54,194	3,447		3,447
Indian Grant				14,666	14,666			
State Improvement Special Project		3,815			2,491	1,324	1,078	2,402
Gate Receipts		27,000		71,992	68,024	30,968		30,968
Special Projects		65,304		80,776	90,184	55,896		55,896
Total Primary Government	(1)	<u>2,849,073</u>	<u>2,483</u>	<u>10,284,857</u>	<u>9,805,863</u>	<u>3,330,550</u>	<u>552,201</u>	<u>3,882,751</u>

Composition of Cash:			
Certificates of Deposit			100,000
Demand Deposits			3,666,307
Due from State of Kansas			441,749
Petty Cash Advance			200
Less: Fiduciary Funds			(325,504)
Adjustment for Rounding			(1)
Total Primary Government	(1)		<u>3,882,751</u>

(1) Excluding Fiduciary Funds
 (2) Beg Bal Adjust - Prior Year Encumbrances Cancelled

Unified School District No. 484
Fredonia, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2011

Note 1 Summary of Significant Accounting Policies

A. Reporting Entity

Principles Used in Determining Scope of Entity

The basic criterion used for including or excluding other governmental organizations as part of the financial statements of the School District is financial accountability. Financial accountability is derived from the District's powers and includes, but is not limited to, appointment of a voting majority of the governing body, imposition of will, financial benefit/burden on primary government and fiscal dependency. The District has waived the application of generally accepted accounting principles and as such, have not included any component units in these financial statements.

B. Basis of Presentation

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

The following types of funds comprise the financial activities of the school district for the year ending June 30, 2011:

Governmental Funds:

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

Special Revenue Funds--to account for the proceeds of specific revenue sources (other than 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 school district.

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.

Unified School District No. 484
Fredonia, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2011

C. Basis of Accounting

These financial statements are presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased (see Note 6 for a special exception). For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services, and are usually evidenced by a purchase order or written contract.

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

Departure from Generally Accepted Accounting Principles

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

D. Budgets

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. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

Unified School District No. 484
 Fredonia, Kansas
 Notes to Financial Statements
For the Year Ended June 30, 2011

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. During the year ended June 30, 2011, the District amended the budgets of the following funds in the amounts indicated:

		<u>Original Budget</u>	<u>Amended Budget</u>
General Fund	\$	5,419,410	5,420,855
Special Education Fund		910,054	936,854
At Risk (4 Year Old) Fund		45,000	53,000
At Risk (K-12) Fund		549,282	620,935

After the budget of the General Fund was amended, the State of Kansas re-computed the Legal Maximum Budget (based on weighted FTE enrollment) and reduced the budget of the General Fund to \$5,360,226.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. 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 the following special revenue funds of the District:

- Contingency Reserve Fund
- Textbook and Student Material Revolving Fund
- Coordinated School Health Grant Fund
- Title I Fund
- Title I ARRA Fund
- Title II Fund
- Indian Grant Fund
- State Improvement Special Project Fund
- Gate Receipts Fund
- Special Projects Fund

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.

Unified School District No. 484
Fredonia, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2011

E. Assets, Liabilities, and Fund Equity

Cash

To facilitate better management of the District's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the special revenue funds designated by Kansas statutes.

Property Taxes and Other Receivables

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

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

Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage.

K.S.A. 12-1675 allows the District to deposit idle funds in time deposits-open accounts, and certificates of deposit with allowable financial institutions; and to invest idle funds in U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool.

The District held no investments at June 30, 2011 and held no investments throughout the year.

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

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

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

Unified School District No. 484
Fredonia, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2011

At June 30, 2011, the carrying amount of the District's deposits was \$3,766,307 and the bank balance was \$4,039,392. Of the bank balance, \$700,699 was covered by FDIC insurance and the remaining \$3,338,693 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the District's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are covered by a tri-party custodial agreement signed by all three parties.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase as required by State statutes. No physical inventories were taken at year end and no accounting controls exist for control of materials inventory.

Long-Term Debt

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

F. Revenues and Expenditures

Property Tax Revenue Recognition

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at rates established by Kansas Statutes. This interest is retained by the county.

Taxes levied to finance the budget are made available to the school after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

Reimbursed Expenses

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

Unified School District No. 484
Fredonia, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2011

Interfund Transactions

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Note 2 Stewardship, Compliance, and Accountability

Compliance with Kansas Cash Basis Law

Expenditures and encumbrances exceeded the available cash in the following funds, in the amounts indicated, as of June 30, 2011:

KPERS Special Retirement Contribution Fund	\$	161,832 (1)
--	----	-------------

(1) The State of Kansas pays the employer share of KPERS for each Unified School District in the State. The Kansas Legislature, by statute, created a KPERS fund in each school district. The State of Kansas automatically deposits state aid to the District's bank account, then withdraws the KPERS amount attributable to each School District through this KPERS fund once each quarter. School District personnel have no control over these deposits and withdrawals. At June 30, 2011, the State of Kansas had not deposited the KPERS amount attributable to Unified School District No. 484 for the two quarters ending June 30, 2011, in the amount of \$161,832. Since the liability was due and payable, but the funds had not been received as of June 30, 2011, a cash basis violation resulted and is displayed as such in Statement 1. The State of Kansas subsequently deposited these funds on July 11 and July 12, 2011.

Compliance with Kansas Budget Law

No violations.

Compliance with Kansas Depository Security Law

No violations.

Unified School District No. 484
 Fredonia, Kansas
 Notes to Financial Statements
 For the Year Ended June 30, 2011

Note 3 Detail Notes on All Funds and Account Groups

A. Assets:

General Fixed Assets

The District has not maintained a record of fixed assets used in performance of general governmental operations as required by generally accepted accounting principles.

The District has waived the application of generally accepted accounting principles until June 30, 2011, in accordance with K.S.A. 75-1120(a).

B. Liabilities:

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

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
<u>Capital Lease Obligations:</u>									
Energy Management System	4.419%	02/17/04	\$ 295,120	02/17/19	199,646		18,504	181,142	8,641
<u>Contracted Liabilities:</u>									
Early Retirement Program					441,426		92,244	349,182	0
Total Contractual Indebtedness					<u>641,072</u>	<u>0</u>	<u>110,748</u>	<u>530,324</u>	<u>8,641</u>

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

<u>Principal</u>	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>	<u>2014-15</u>	<u>2015-16</u>	<u>2016-17/</u>	<u>Total</u>
Capital Lease Obligations	\$ 19,332	20,179	21,103	22,048	23,036	75,444	181,142
Contracted Liabilities	68,238	60,624	55,080	42,840	42,840	79,560	349,182
Total Principal	<u>87,570</u>	<u>80,803</u>	<u>76,183</u>	<u>64,888</u>	<u>65,876</u>	<u>155,004</u>	<u>530,324</u>
<u>Interest</u>							
Capital Lease Obligations	7,813	6,967	6,043	5,098	4,110	5,992	36,023
Total Interest	<u>7,813</u>	<u>6,967</u>	<u>6,043</u>	<u>5,098</u>	<u>4,110</u>	<u>5,992</u>	<u>36,023</u>
Total Principal and Interest	<u>95,383</u>	<u>87,770</u>	<u>82,226</u>	<u>69,986</u>	<u>69,986</u>	<u>160,996</u>	<u>566,347</u>

Unified School District No. 484
Fredonia, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2011

General Obligation Bonds

Kansas schools are limited to aggregate debt not to exceed 14% of assessed valuation of tangible taxable property within the district (not including motor vehicle valuation). The School District's assessed valuation at June 30, 2011 was \$41,078,733. There was no outstanding bonded indebtedness at June 30, 2011, resulting in a legal debt margin of \$5,751,026

Defined Benefit Pension Plan

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

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-4921 establish the KPERS member-employee contribution rates. Effective July 1, 2009, KPER has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 4% of covered salary for Tier 1 members and 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employer share.

Vacation and Sick Pay

The School District's sick leave policy allows crediting each employee with ten days sick leave per year with a maximum carryover of fifty days between fiscal years.

Early Retirement Incentive Plan

The School District has adopted an early retirement plan for certified personnel. Under this plan, certified personnel who are eligible to retire under KPERS and have 20 years teaching experience, with at least 15 years experience with the District, may retire and have a percentage of their final annual salary paid into a 403(b) plan. The annual payment to be paid into the 403(b) plan is 17% of the retiree's last placement on the salary schedule, for a maximum of five payments, but payments stop if the retiree dies or reaches an age five years past the time they could have retired under KPERS. At the end of each year of eligibility, if a teacher chooses not to retire, they lose that years' payment.

In addition to the above, each retiring teacher receives pay for up to 60 days of unused sick leave. This leave is paid out at the rate of substitute teacher pay in effect at the time of payment.

Unified School District No. 484
 Fredonia, Kansas
 Notes to Financial Statements
For the Year Ended June 30, 2011

C. Operating Transfers:

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
General Fund	At Risk 4-Year Old Fund	K.S.A. 72-6428	\$ 117,000
General Fund	At Risk K-12 Fund	K.S.A. 72-6428	619,679
General Fund	Capital Outlay Fund	K.S.A. 72-6428	99,730
General Fund	Driver Training Fund	K.S.A. 72-6428	10,000
General Fund	Professional Development Fund	K.S.A. 72-6428	15,000
General Fund	Parent Education Fund	K.S.A. 72-6428	7,500
General Fund	Special Education Fund	K.S.A. 72-6428	752,689
General Fund	Vocational Education Fund	K.S.A. 72-6428	30,000
Supplemental General Fund	At Risk K-12 Fund	K.S.A. 72-6433	187,388
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	65,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	187
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6433	104,940

Note 4 Summary Disclosure of Significant Contingencies

Federally Assisted Programs - Compliance Audits

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School expects such amounts, if any, to be immaterial.

Note 5 Joint Venture

The District is a participant in a joint venture agreement with six other school districts for the operation of the Tri-County Special Education Cooperative. This Coop was formed under an inter-local agreement provided for by Kansas Statutes. Each school district appoints one of its board members to serve as a member of the Coop governing board. Each school district's annual contribution to the Coop is based one fourth each upon: (1) special education students FTE, (2) special education staff FTE, (3) total enrollment FTE, and (4) general fund budget. Each school district has an unrecorded value equity interest in the Coop which is based on their percentage of contribution. Complete separate statutory basis financial statements for the Coop are available at the Tri-County Special Education Cooperative administrative office in Independence, Kansas. The District's operating contribution to the Coop for the 2010-2011 fiscal year, including State Aid passed through from the State of Kansas, was \$857,054, which represents approximately 9.8% of all contributions made by the participating school districts.

Note 6 In-Substance Receipt in Transit

The District received \$441,749 subsequent to June 30, 2011 and as required by K.S.A. 72-6417 and 72-6434, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2011.

Unified School District No. 484
 Fredonia, Kansas
 Notes to Financial Statements
For the Year Ended June 30, 2011

Note 7 Economic Dependency

The School District is economically dependent on State and Federal financial assistance. The revenue from the State and Federal government in relation to the total revenues of the District are presented below:

	<u>Total</u>	<u>State</u>		<u>Federal</u>	
	<u>Revenue (1)</u>	<u>Aid</u>	<u>%</u>	<u>Aid</u>	<u>%</u>
General Fund	5,388,345	4,408,063	81.8%	271,497	5.0%
Supplemental General Fund	1,334,907	429,659	32.2%	0	0.0%
Other Funds	1,552,496	391,262	25.2%	583,299	37.6%
 Total All Funds (1)	 8,275,748	 5,228,984	 63.2%	 854,796	 10.3%

(1) Not including fund transfers

Note 8 Prior Year Encumbrance Correction

The beginning unencumbered cash balance shown on Statement 1 for the KPERS Special Retirement Contribution Fund at July 1, 2010 has been adjusted from the ending unencumbered balance shown in the prior year financial statements. An additional encumbrance of \$89,347 should have been included in the 2009-10 ending unencumbered balance. The amounts shown in the prior year column in Schedule 2 have been adjusted to reflect this correction.

Note 9 Long-Term Encumbrance

In July, 2010, the District entered into a contract with Apple Computers to acquire computer equipment for the District. At that time, the District signed a lease-purchase agreement with Apple to cover the cost of this equipment. This agreement contained no provision for interest. The District encumbered the entire contract against the balance of the Capital Outlay Fund. As a result, this agreement is not shown on the summary of long-term debt in Note 3 above, but is included in the outstanding encumbrances of the Capital Outlay Fund as shown on Statement 1. The amount encumbered against the Capital Outlay fund as of June 30, 2011 is \$95,580, with payments of \$31,860 to be made in each of the next three fiscal years.

Unified School District No. 484
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2011

Schedule 1

	<u>Certified Budget</u>	<u>Adjustment to Comply With Legal Max</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavorable)</u>
Governmental Type Funds:						
General	\$ 5,420,855	(60,629)	37,297	5,397,523	5,397,523	
Supplemental General	1,307,700		7,779	1,315,479	1,315,479	
Special Revenue:						
At Risk 4 Year Old	53,000			53,000	52,598	402
At Risk K-12	620,935			620,935	530,259	90,676
Capital Outlay	1,165,000			1,165,000	186,862	978,138
Driver Training	15,000			15,000	9,649	5,351
Food Service	551,129		5,551	556,680	466,085	90,595
Professional Development	53,000			53,000	4,094	48,906
Parent Education Program	10,900			10,900	5,700	5,200
Special Education	936,854		9,813	946,667	874,416	72,251
Vocational Education	156,394		5,000	161,394	83,570	77,824
KPERS Special Retirement Contribution	345,578			345,578	311,726	33,852
Recreation Commission	<u>79,350</u>			<u>79,350</u>	<u>79,350</u>	
Totals	<u>10,715,695</u>	<u>(60,629)</u>	<u>65,440</u>	<u>10,720,506</u>	<u>9,317,311</u>	<u>1,403,195</u>

General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 774,937	646,697	632,929	13,768
Delinquent Taxes	15,651	7,480	12,470	(4,990)
User Charges and Fines	1,475	2,925		2,925
Reimbursements	23,294	37,297		37,297
Total Revenue from Local Sources	<u>815,357</u>	<u>694,399</u>	<u>645,399</u>	<u>49,000</u>
Revenue from County Sources				
Revenue in Lieu of Taxes	1,525	1,092	408	684
Revenue from State Sources				
General State Aid	3,823,811	3,829,786	3,953,658	(123,872)
Mineral Production Tax	11,109	13,483	10,000	3,483
Special Education Aid	544,069	578,088	638,600	(60,512)
Total Revenue from State Sources	<u>4,378,989</u>	<u>4,421,357</u>	<u>4,602,258</u>	<u>(180,901)</u>
Revenue from Federal Sources				
Federal Financial Assistance ARRA	261,802	98,617	98,617	
Federal Ed Jobs Program ARRA		172,679		172,679
Federal Flood Control Allocation	502	201		201
Total Revenue from Federal Sources	<u>262,304</u>	<u>271,497</u>	<u>98,617</u>	<u>172,880</u>
Total Cash Receipts	<u>5,458,175</u>	<u>5,388,345</u>	<u>5,346,682</u>	<u>41,663</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	1,491,749	1,387,103	1,404,872	17,769
Non-Certified Salaries	19,172	13,189	13,441	252
Group Insurance	266,203	340,705	251,052	(89,653)
Social Security	106,990	101,436	116,764	15,328
Other Employee Benefits	19,764	2,056	16,484	14,428
Instructional Program Improvement Services	24,097	10,514	65,000	54,486
General Supplies and Materials	1,799		10,000	10,000
Miscellaneous Supplies			76,300	76,300
Property (Equipment & Furnishings)			6,000	6,000
Other	29,757	25,630	37,500	11,870
Total Instruction	<u>1,959,531</u>	<u>1,880,633</u>	<u>1,997,413</u>	<u>116,780</u>
Support Services - Students				
Certified Salaries	93,448	102,675	100,990	(1,685)
Non-Certified Salaries	45,122	31,561	49,451	17,890
Group Insurance	23,898	19,815	26,669	6,854
Social Security	10,867	10,276	11,509	1,233
Other Employee Benefits	1,740	1,601	1,625	24
Purchased Professional and Technical Services	500	520	4,500	3,980
Other Purchased Services	1,395	1,729	1,000	(729)
General Supplies and Materials	6,818	4,092	8,500	4,408
Property (Equipment & Furnishings)		261	7,000	6,739
Other			5,500	5,500
Total Support Services - Students	<u>183,788</u>	<u>172,530</u>	<u>216,744</u>	<u>44,214</u>
Support Services - Instr. Staff				
Certified Salaries	102,864	114,035	113,610	(425)
Non-Certified Salaries	23,684	23,600	26,432	2,832
Group Insurance	27,916	32,516	25,190	(7,326)
Social Security	9,022	9,544	10,713	1,169
Other Employee Benefits	1,578	1,491	1,512	21
Instructional Program Improvement Services	3,392	3,392	14,500	11,108
Books and Periodicals	7,644	20,021	23,500	3,479
Audio Visual and Software	2,148	608	6,000	5,392
Software		473		(473)
Miscellaneous Supplies	1,128	3,336	7,500	4,164
Property (Equipment & Furnishings)	33	505	4,500	3,995
Total Support Services - Instr. Staff	<u>179,409</u>	<u>209,521</u>	<u>233,457</u>	<u>23,936</u>

General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
General Administration				
Certified Salaries	\$ 96,109	94,583	94,583	
Non-Certified Salaries	70,517	69,374	71,699	2,325
Group Insurance	18,146	20,432	20,571	139
Social Security	12,782	12,052	12,721	669
Other Employee Benefits	1,921	18,404	1,796	(16,608)
Purchased Professional and Technical Services	7,763	13,423	1,500	(11,923)
Communication Services	11,168	13,947	13,500	(447)
Other Miscellaneous Purchased Services	16,653	20,384	36,000	15,616
General Supplies and Materials	2,871	3,877	11,000	7,123
Property (Equipment & Furnishings)	876		2,500	2,500
Total General Administration	<u>238,806</u>	<u>266,476</u>	<u>265,870</u>	<u>(606)</u>
School Administration				
Certified Salaries	254,655	272,994	273,176	182
Non-Certified Salaries		179		(179)
Group Insurance	38,231	37,972	34,230	(3,742)
Social Security	19,285	18,831	20,898	2,067
Other Employee Benefits	3,398	2,947	2,950	3
Other Purchased Services		297	3,000	2,703
Communication Services	29,919	28,298	19,500	(8,798)
Printing and Binding	3,705	6,614	6,000	(614)
General Supplies and Materials	3,028	4,227	9,000	4,773
Property (Equipment & Furnishings)	150	5,033	5,500	467
Other	1,439	1,618		(1,618)
Total School Administration	<u>353,810</u>	<u>379,010</u>	<u>374,254</u>	<u>(4,756)</u>
Support Services - Business				
Certified Salaries			35,219	35,219
Non-Certified Salaries	48,540	31,822	8,928	(22,894)
Group Insurance	11,206	5,802	6,764	962
Social Security	3,018	2,162	3,377	1,215
Other Employee Benefits	74	370	389	19
Purchased Professional and Technical Services	1,291	10,613	9,500	(1,113)
Other Miscellaneous Purchased Services	412	843		(843)
Total Support Services - Business	<u>64,541</u>	<u>51,612</u>	<u>64,177</u>	<u>12,565</u>
Operations and Maintenance				
Non-Certified Salaries	273,263	266,836	282,611	15,775
Group Insurance	39,709	48,479	74,501	26,022
Social Security	20,093	19,653	21,619	1,966
Other Employee Benefits	4,798	3,336	2,988	(348)
Purchased Professional and Technical Services	3,593	6,843		(6,843)
Water/Sewer Services (Non-Energy)	9,682	7,081	15,000	7,919
Cleaning Services	527	824	3,000	2,176
Repairs and Maintenance	669	3,002		(3,002)
Rentals/Leases	34,223	21,800		(21,800)
Repair of Buildings	181	33,746		(33,746)
Insurance	18,974	14,840		(14,840)
Other Miscellaneous Purchased Services			5,000	5,000
General Supplies and Materials	1,251	32,884	64,500	31,616
Heating		6,502		(6,502)
Property (Equipment & Furnishings)	149	15,847	4,000	(11,847)
Other	350	2,371	27,050	24,679
Total Operations and Maintenance	<u>407,462</u>	<u>484,044</u>	<u>500,269</u>	<u>16,225</u>

General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Vehicle Operation Services				
Non-Certified Salaries	\$ 95,366	86,236	92,500	6,264
Group Insurance	41,128	43,296	50,937	7,641
Social Security	6,907	6,241	7,076	835
Other Employee Benefits	2,082	986	999	13
Purchased Professional and Technical Services	1,650	1,655		(1,655)
Insurance	18,691	15,738	16,000	262
Motor Fuel	53,718	52,458	60,000	7,542
Property (Equipment & Furnishings)	77,260	2,589	4,000	1,411
Other	716	27	6,500	6,473
Total Vehicle Operation Services	<u>297,518</u>	<u>209,226</u>	<u>238,012</u>	<u>28,786</u>
Monitoring Services				
Non-Certified Salaries	55,898	54,044	54,824	780
Group Insurance	5,977	6,468	6,773	305
Social Security	4,202	4,389	3,544	(845)
Other Employee Benefits	40	56	547	491
Purchased Professional and Technical Services	538	500		(500)
General Supplies and Materials	88	76	1,500	1,424
Property (Equipment & Furnishings)			3,000	3,000
Other			3,500	3,500
Total Monitoring Services	<u>66,743</u>	<u>65,533</u>	<u>73,688</u>	<u>8,155</u>
Vehicle Servicing/Maintenance				
Purchased Professional and Technical Services	363	60	5,000	4,940
General Supplies and Materials	34,148	25,119	45,603	20,484
Property (Equipment & Furnishings)		2,037		(2,037)
Total Vehicle Servicing/Maintenance	<u>34,511</u>	<u>27,216</u>	<u>50,603</u>	<u>23,387</u>
Community Services Operations				
Community Service Operations	<u>455</u>	<u>124</u>	<u>250</u>	<u>126</u>
Fund Transfers				
At Risk 4-Year Old	53,406	117,000	53,000	(64,000)
At Risk K-12	730,406	619,679	633,333	13,654
Capital Outlay		99,730	18,685	(81,045)
Driver Training	12,500	10,000	10,000	
Professional Development	25,000	15,000	15,000	
Parent Education Program	7,200	7,500	7,500	
Special Education	864,929	752,689	638,600	(114,089)
Vocational Education		30,000	30,000	
Total Fund Transfers	<u>1,693,441</u>	<u>1,651,598</u>	<u>1,406,118</u>	<u>(245,480)</u>
Budget Adjustments				
Legal Max Adjustment			(60,629)	(60,629)
Budget Credit Adjustment			37,297	37,297
Total Expenditures and Transfers	<u>5,480,015</u>	<u>5,397,523</u>	<u>5,397,523</u>	
Receipts Over (Under)				
Expenditures and Transfers	(21,840)	(9,178)		
Unencumbered Cash, Beginning	23,314	12,104		
Prior Year Encumbrances Cancelled	<u>10,630</u>	<u>1,023</u>		
Unencumbered Cash, Ending	<u>12,104</u>	<u>3,949</u>		

Unified School District No. 484
 Supplemental General Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 796,692	776,272	741,713	34,559
Delinquent Taxes	24,868	12,376	12,760	(384)
Reimbursements		7,779		7,779
Total Revenue from Local Sources	<u>821,560</u>	<u>796,427</u>	<u>754,473</u>	<u>41,954</u>
Revenue from County Sources				
Motor Vehicle Tax	102,843	105,560	101,957	3,603
Recreational Vehicle Tax	1,694	1,687	1,729	(42)
Revenue in Lieu of Taxes	1,127	1,574	484	1,090
Total Revenue from County Sources	<u>105,664</u>	<u>108,821</u>	<u>104,170</u>	<u>4,651</u>
Revenue from State Sources				
Supplemental State Aid	537,021	429,659	431,065	(1,406)
Revenue from Federal Sources				
Federal Financial Assistance ARRA	182,458			
Total Cash Receipts	<u>1,646,703</u>	<u>1,334,907</u>	<u>1,289,708</u>	<u>45,199</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	303,883	156,032	230,469	74,437
Social Security	29,340	18,673	17,631	(1,042)
Other Employee Benefits	101,440	100,010	132,574	32,564
Software Services	10,778	23,147		(23,147)
Communication Services		75		(75)
Other Miscellaneous Purchased Services			10,000	10,000
General Supplies and Materials	62,909	46,007	60,000	13,993
Textbooks	13,515	37,092	15,000	(22,092)
Audio Visual and Software			15,000	15,000
Miscellaneous Supplies		1,886		(1,886)
Property (Equipment & Furnishings)	67,714	68,232	55,000	(13,232)
Other	453	7,024	2,000	(5,024)
Total Instruction	<u>590,032</u>	<u>458,178</u>	<u>537,674</u>	<u>79,496</u>
Support Services - Students				
Certified Salaries	8,495			
Supplies and Materials			15,000	15,000
Total Support Services - Students	<u>8,495</u>		<u>15,000</u>	<u>15,000</u>
Support Services - Instr. Staff				
Certified Salaries	96,335	87,009		(87,009)
School Administration				
Certified Salaries	23,150			
Non-Certified Salaries	126,389	122,528	132,223	9,695
Group Insurance	20,662	27,255	44,386	17,131
Social Security	8,395	8,757	10,115	1,358
Other Employee Benefits	1,382	1,376	1,428	52
Total School Administration	<u>179,978</u>	<u>159,916</u>	<u>188,152</u>	<u>28,236</u>
Support Services - Business				
Other Miscellaneous Purchased Services	3,823	5,295		(5,295)
Operations and Maintenance				
Purchased Professional and Technical Services	39,194	32,700	30,000	(2,700)
Water/Sewer Services (Non-Energy)	18,531	32,553	52,500	19,947
Repair of Buildings	15,978	10,624	35,000	24,376
Insurance	44,231	42,259	64,000	21,741
General Supplies and Materials	41,238			
Heating	43,898	31,166	58,000	26,834
Electricity	92,381	98,264	107,374	9,110
Total Operations and Maintenance	<u>295,451</u>	<u>247,566</u>	<u>346,874</u>	<u>99,308</u>

Unified School District No. 484
 Supplemental General Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Fund Transfers				
At Risk K-12	\$	187,388		(187,388)
Food Service	142,987	65,000		(65,000)
Parent Education Program	3,900			
Special Education	305,343	187	150,000	149,813
Vocational Education	150,000	104,940	70,000	(34,940)
Total Fund Transfers	602,230	357,515	220,000	(137,515)
Budget Credit Adjustment			7,779	7,779
Total Expenditures and Transfers	1,776,344	1,315,479	1,315,479	
Receipts Over (Under) Expenditures and Transfers	(129,641)	19,428		
Unencumbered Cash, Beginning	144,281	17,984		
Prior Year Encumbrances Cancelled	3,344	326		
Unencumbered Cash, Ending	17,984	37,738		

Unified School District No. 484
At Risk 4 Year Old Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 53,406	117,000	53,000	64,000
Total Cash Receipts	<u>53,406</u>	<u>117,000</u>	<u>53,000</u>	<u>64,000</u>
Expenditures and Transfers				
Instruction				
Purchased Professional and Technical Services	40,260	52,598	53,000	402
Total Expenditures and Transfers	<u>40,260</u>	<u>52,598</u>	<u>53,000</u>	<u>402</u>
Receipts Over (Under)				
Expenditures and Transfers	13,146	64,402		
Unencumbered Cash, Beginning	559	13,705		
Prior Year Encumbrances Cancelled				
Unencumbered Cash, Ending	<u>13,705</u>	<u>78,107</u>		

Unified School District No. 484
At Risk K-12 Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 730,406	619,679	633,333	(13,654)
Transfer from Supplemental General Fund		187,388		187,388
Total Cash Receipts	<u>730,406</u>	<u>807,067</u>	<u>633,333</u>	<u>173,734</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	455,327	473,840	467,157	(6,683)
Non-Certified Salaries	6,032	7,194		(7,194)
Group Insurance	77,792		69,251	69,251
Social Security	36,738	34,268	30,256	(4,012)
Other Employee Benefits	866	4,312	4,271	(41)
Purchased Professional and Technical Services			10,000	10,000
Other Professional and Technical Services	2,500	2,500		(2,500)
Other Miscellaneous Purchased Services			10,000	10,000
General Supplies and Materials		1,746	10,000	8,254
Total Instruction	<u>579,255</u>	<u>523,860</u>	<u>600,935</u>	<u>77,075</u>
Support Services - Students				
Other Professional and Technical Services	1,300			
Other Purchased Services			7,500	7,500
Supplies and Materials			7,500	7,500
General Supplies and Materials	1,776	1,951		(1,951)
Total Support Services - Students	<u>3,076</u>	<u>1,951</u>	<u>15,000</u>	<u>13,049</u>
School Administration				
Certified Salaries	3,075	4,448	5,000	552
Total Expenditures and Transfers	<u>585,406</u>	<u>530,259</u>	<u>620,935</u>	<u>90,676</u>
Receipts Over (Under)				
Expenditures and Transfers	145,000	276,808		
Unencumbered Cash, Beginning	<u>30,000</u>	<u>175,000</u>		
Unencumbered Cash, Ending	<u>175,000</u>	<u>451,808</u>		

Unified School District No. 484
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 170,108	146,402	144,809	1,593
Delinquent Taxes	5,070	2,577	2,772	(195)
Interest on Investments	47,483	28,302	40,000	(11,698)
Other Revenue From Local Sources	45,703	38,451	25,000	13,451
Total Revenue from Local Sources	<u>268,364</u>	<u>215,732</u>	<u>212,581</u>	<u>3,151</u>
Revenue from County Sources				
Motor Vehicle Tax	21,698	19,547	19,152	395
Recreational Vehicle Tax	322	320	325	(5)
Revenue in Lieu of Taxes	302	216	91	125
Total Revenue from County Sources	<u>22,322</u>	<u>20,083</u>	<u>19,568</u>	<u>515</u>
Operating Transfers				
Transfer from General Fund		99,730	18,685	81,045
Residual Equity Transfer	64,987			
Total Operating Transfers	<u>64,987</u>	<u>99,730</u>	<u>18,685</u>	<u>81,045</u>
Total Cash Receipts	<u>355,673</u>	<u>335,545</u>	<u>250,834</u>	<u>84,711</u>
Expenditures and Transfers				
Instruction				
Property (Equipment & Furnishings)	83,763	85,491	50,000	(35,491)
Support Services - Students				
Property (Equipment & Furnishings)			38,000	38,000
Support Services - Instr. Staff				
Property (Equipment & Furnishings)			38,000	38,000
General Administration				
Property (Equipment & Furnishings)	700	1,307	38,000	36,693
School Administration				
Property (Equipment & Furnishings)	8,061	13,139	38,000	24,861
Support Services - Business				
Property (Equipment & Furnishings)			38,000	38,000
Operations and Maintenance				
Property (Equipment & Furnishings)			38,000	38,000
Vehicle Operation Services				
Property (Equipment & Furnishings)		29,592	38,000	8,408
Support Services - Other				
Property (Equipment & Furnishings)			40,000	40,000
Facilities Acquisition/Construction				
Site Improvement Services			30,000	30,000
Architecture and Engineering Services	11,500			
Building Repair and Remodeling	728	57,333	779,000	721,667
Total Facilities Acquisition/Construction	<u>12,228</u>	<u>57,333</u>	<u>809,000</u>	<u>751,667</u>
Total Expenditures and Transfers	<u>104,752</u>	<u>186,862</u>	<u>1,165,000</u>	<u>978,138</u>
Receipts Over (Under)				
Expenditures and Transfers	250,921	148,683		
Unencumbered Cash, Beginning				
Prior Year Encumbrances Cancelled	629,724	916,156		
Unencumbered Cash, Ending	<u>916,156</u>	<u>1,064,839</u>		

Unified School District No. 484
 Driver Training Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	\$	13		13
User Charges and Fines	<u>3,263</u>	<u>3,056</u>		<u>3,056</u>
Total Revenue from Local Sources	<u>3,263</u>	<u>3,069</u>		<u>3,069</u>
Revenue from State Sources				
General State Aid	<u>2,250</u>	<u>3,478</u>	<u>3,150</u>	<u>328</u>
Operating Transfers				
Transfer from General Fund	<u>12,500</u>	<u>10,000</u>	<u>10,000</u>	
Total Cash Receipts	<u>18,013</u>	<u>16,547</u>	<u>13,150</u>	<u>3,397</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	8,400	8,400	13,000	4,600
Social Security	643	643	1,225	582
Other Employee Benefits	8	8	25	17
General Supplies and Materials		<u>63</u>	<u>500</u>	<u>437</u>
Total Instruction	<u>9,051</u>	<u>9,114</u>	<u>14,750</u>	<u>5,636</u>
Vehicle Servicing/Maintenance				
Purchased Professional and Technical Services	<u>292</u>	<u>535</u>	<u>250</u>	(<u>285</u>)
Total Expenditures and Transfers	<u>9,343</u>	<u>9,649</u>	<u>15,000</u>	<u>5,351</u>
Receipts Over (Under)				
Expenditures and Transfers	8,670	6,898		
Unencumbered Cash, Beginning	<u>27,574</u>	<u>36,244</u>		
Unencumbered Cash, Ending	<u>36,244</u>	<u>43,142</u>		

Unified School District No. 484
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Student Sales	\$ 104,762	93,054	105,842	(12,788)
Adults and Non-Reimbursable Programs	13,277	11,051	22,218	(11,167)
Reimbursements	20,547	22,234	20,000	2,234
Total Revenue from Local Sources	<u>138,586</u>	<u>126,339</u>	<u>148,060</u>	<u>(21,721)</u>
Revenue from State Sources				
General State Aid	4,636	4,420	3,749	671
Revenue from Federal Sources				
Federal Financial Assistance	237,274	236,241	232,924	3,317
Operating Transfers				
Transfer from Supplemental General Fund	142,987	65,000		65,000
Total Cash Receipts	<u>523,483</u>	<u>432,000</u>	<u>384,733</u>	<u>47,267</u>
Expenditures and Transfers				
Operations and Maintenance				
Rentals/Leases	6,840	6,877	7,500	623
Food Service Operations				
Non-Certified Salaries	160,055	147,901	179,738	31,837
Group Insurance	57,341	63,549	57,340	(6,209)
Social Security	11,288	12,159	12,500	341
Other Employee Benefits	4,653	4,665	6,011	1,346
Purchased Professional and Technical Services	745	630		(630)
Other Purchased Services		1,027	4,673	3,646
Communication Services	563	654		(654)
General Supplies and Materials	17,801	15,194		(15,194)
Food and Milk	220,094	212,004	252,384	40,380
Miscellaneous Supplies	1,490	830	24,483	23,653
Property (Equipment & Furnishings)	2,909	295	6,500	6,205
Other		300		(300)
Total Food Service Operations	<u>476,939</u>	<u>459,208</u>	<u>543,629</u>	<u>84,421</u>
Budget Credit Adjustment			5,551	5,551
Total Expenditures and Transfers	<u>483,779</u>	<u>466,085</u>	<u>556,680</u>	<u>90,595</u>
Receipts Over (Under)				
Expenditures and Transfers	39,704	(34,085)		
Unencumbered Cash, Beginning	133,998	173,802		
Prior Year Encumbrances Cancelled	100			
Unencumbered Cash, Ending	<u>173,802</u>	<u>139,717</u>		

Unified School District No. 484
Professional Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 25,000	15,000	15,000	
Total Cash Receipts	<u>25,000</u>	<u>15,000</u>	<u>15,000</u>	
Expenditures and Transfers				
Support Services - Instr. Staff				
Certified Salaries		150	10,000	9,850
Non-Certified Salaries			1,000	1,000
Instructional Program Improvement Services	1,682	2,546	30,000	27,454
Other Professional and Technical Services	7,164	898	10,000	9,102
General Supplies and Materials	500	500		(500)
Miscellaneous Supplies			2,000	2,000
Total Expenditures and Transfers	<u>9,346</u>	<u>4,094</u>	<u>53,000</u>	<u>48,906</u>
Receipts Over (Under)				
Expenditures and Transfers	15,654	10,906		
Unencumbered Cash, Beginning	<u>24,919</u>	<u>40,573</u>		
Unencumbered Cash, Ending	<u>40,573</u>	<u>51,479</u>		

Unified School District No. 484
Parent Education Program Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 7,200	7,500	7,500	
Transfer from Supplemental General Fund	3,900			
Total Cash Receipts	<u>11,100</u>	<u>7,500</u>	<u>7,500</u>	
Expenditures and Transfers				
Instruction				
Professional-Education Services	5,700	5,700	10,900	5,200
Total Expenditures and Transfers	<u>5,700</u>	<u>5,700</u>	<u>10,900</u>	<u>5,200</u>
Receipts Over (Under)				
Expenditures and Transfers	5,400	1,800		
Unencumbered Cash, Beginning	<u>1,800</u>	<u>7,200</u>		
Unencumbered Cash, Ending	<u>7,200</u>	<u>9,000</u>		

Unified School District No. 484
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$	9,813		9,813
Operating Transfers				
Transfer from General Fund	864,929	752,689	638,600	114,089
Transfer from Supplemental General Fund	305,343	187	150,000	(149,813)
Total Operating Transfers	<u>1,170,272</u>	<u>752,876</u>	<u>788,600</u>	(35,724)
Total Cash Receipts	<u>1,170,272</u>	<u>762,689</u>	<u>788,600</u>	(25,911)
Expenditures and Transfers				
Instruction				
Non-Certified Salaries	3,935		10,000	10,000
Group Insurance			6,000	6,000
Social Security	300		1,500	1,500
Other Employee Benefits	4		1,500	1,500
LEA Payments to COOP's/Interlocals	323,619	293,055	287,054	(6,001)
LEA State Aid Flowthrough Payments to COOP's/Interlocals	542,924	563,999	611,800	47,801
General Supplies and Materials	2,949	5,212	10,000	4,788
Property (Equipment & Furnishings)	746	1,950		(1,950)
Total Instruction	<u>874,477</u>	<u>864,216</u>	<u>927,854</u>	<u>63,638</u>
Vehicle Operation Services				
Other Purchased Services			1,500	1,500
Insurance			2,500	2,500
Motor Fuel	3,929	8,499	5,000	(3,499)
Other		1,701		(1,701)
Total Vehicle Operation Services	<u>3,929</u>	<u>10,200</u>	<u>9,000</u>	(1,200)
Budget Credit Adjustment			9,813	9,813
Total Expenditures and Transfers	<u>878,406</u>	<u>874,416</u>	<u>946,667</u>	<u>72,251</u>
Receipts Over (Under)				
Expenditures and Transfers	291,866	(111,727)		
Unencumbered Cash, Beginning	403,219	695,085		
Prior Year Encumbrances Cancelled		84		
Unencumbered Cash, Ending	<u>695,085</u>	<u>583,442</u>		

Unified School District No. 484
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$ _____	5,000	_____	5,000
Revenue from Federal Sources				
Other Federal Financial Assistance	12,350	791	_____	791
Operating Transfers				
Transfer from General Fund		30,000	30,000	
Transfer from Supplemental General Fund	150,000	104,940	70,000	34,940
Total Operating Transfers	150,000	134,940	100,000	34,940
Total Cash Receipts	162,350	140,731	100,000	40,731
Expenditures and Transfers				
Instruction				
Certified Salaries	45,000	53,600	65,000	11,400
Group Insurance	6,496	4,996	12,000	7,004
Social Security	5,242	5,224	6,500	1,276
Other Employee Benefits	65	1,658	1,500	(158)
General Supplies and Materials	28,990	14,049	34,894	20,845
Textbooks			15,000	15,000
Property (Equipment & Furnishings)	2,442	1,977	15,000	13,023
Other	5,371	2,066	6,500	4,434
Total Instruction	93,606	83,570	156,394	72,824
Budget Credit Adjustment			5,000	5,000
Total Expenditures and Transfers	93,606	83,570	161,394	77,824
Receipts Over (Under)				
Expenditures and Transfers	68,744	57,161		
Unencumbered Cash, Beginning	35,283	104,061		
Prior Year Encumbrances Cancelled	34			
Unencumbered Cash, Ending	104,061	161,222		

Unified School District No. 484
KPERs Special Retirement Contribution Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from State Sources				
General State Aid	\$ 143,861	383,362	345,578	37,784
Total Cash Receipts	<u>143,861</u>	<u>383,362</u>	<u>345,578</u>	<u>37,784</u>
Expenditures and Transfers				
Instruction				
Other Employee Benefits	238,101	215,569	212,488	(3,081)
Support Services - Students				
Other Employee Benefits	13,574	7,470	12,084	4,614
Support Services - Instr. Staff				
Other Employee Benefits	20,031	13,434	18,690	5,256
General Administration				
Other Employee Benefits	13,959	10,739	13,376	2,637
School Administration				
Other Employee Benefits	38,790	24,746	33,486	8,740
Support Services - Business				
Other Employee Benefits	4,030	1,688	4,050	2,362
Operations and Maintenance				
Other Employee Benefits	22,639	17,700	25,649	7,949
Student Transportation				
Other Employee Benefits	12,747	9,451	12,539	3,088
Operation of Non-Instruction Services				
Other Employee Benefits	13,458	10,929	13,216	2,287
Total Expenditures and Transfers	<u>377,329</u>	<u>311,726</u>	<u>345,578</u>	<u>33,852</u>
Receipts Over (Under)				
Expenditures and Transfers	(233,468)	71,636		
Unencumbered Cash, Beginning		(233,468)		
Unencumbered Cash, Ending	<u>(233,468)</u>	<u>(161,832)</u>		

Unified School District No. 484
Contingency Reserve Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
None	\$ _____	_____
Expenditures and Transfers		
None	_____	_____
Receipts Over (Under) Expenditures and Transfers		
Unencumbered Cash, Beginning	592,681	592,681
Prior Year Encumbrances Cancelled		
Unencumbered Cash, Ending	<u>592,681</u>	<u>592,681</u>

Unified School District No. 484
Textbook and Student Material Revolving Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
User Charges and Fines	\$ 5,169	7,400
Textbook Sales and Rentals	13,662	10,464
Reimbursements	1,267	1,267
Total Cash Receipts	18,831	19,131
Expenditures and Transfers		
Instruction		
General Supplies and Materials	621	2,002
Textbooks	276	7,252
Total Expenditures and Transfers	897	9,254
Receipts Over (Under)		
Expenditures and Transfers	17,934	9,877
Unencumbered Cash, Beginning	127,489	145,423
Prior Year Encumbrances Cancelled	145,423	155,300
Unencumbered Cash, Ending	145,423	155,300

Unified School District No. 484
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Current Year Actual	Budget	
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 64,545	55,031	54,176	855
Delinquent Taxes	1,765	927	1,039	(112)
Total Revenue from Local Sources	<u>66,310</u>	<u>55,958</u>	<u>55,215</u>	<u>743</u>
Revenue from County Sources				
Motor Vehicle Tax	7,491	7,331	7,184	147
Recreational Vehicle Tax	121	120	122	(2)
Revenue in Lieu of Taxes	113	81	34	47
Total Revenue from County Sources	<u>7,725</u>	<u>7,532</u>	<u>7,340</u>	<u>192</u>
Total Cash Receipts	<u>74,035</u>	<u>63,490</u>	<u>62,555</u>	<u>935</u>
Expenditures and Transfers				
Community Services Operations				
Community Service Operations	<u>79,350</u>	<u>79,350</u>	<u>79,350</u>	
Total Expenditures and Transfers	<u>79,350</u>	<u>79,350</u>	<u>79,350</u>	
Receipts Over (Under) Expenditures and Transfers	(5,315)	(15,860)		
Unencumbered Cash, Beginning	35,663	30,348		
Prior Year Encumbrances Cancelled	<u>30,348</u>	<u>14,488</u>		
Unencumbered Cash, Ending	<u>30,348</u>	<u>14,488</u>		

Unified School District No. 484
Coordinated School Health Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011

(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
None	\$ _____	_____
Expenditures and Transfers		
None	_____	_____
Receipts Over (Under) Expenditures and Transfers		
Unencumbered Cash, Beginning	<u>1,593</u>	<u>1,593</u>
Unencumbered Cash, Ending	<u>1,593</u>	<u>1,593</u>

Unified School District No. 484
Title I Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 170,824	197,387
Total Cash Receipts	<u>170,824</u>	<u>197,387</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	88,994	91,094
Non-Certified Salaries	59,079	39,637
Group Insurance	12,489	45,877
Social Security	10,007	8,027
Other Employee Benefits	694	510
Total Expenditures and Transfers	<u>171,263</u>	<u>185,145</u>
Receipts Over (Under)		
Expenditures and Transfers	(439)	12,242
Unencumbered Cash, Beginning	<u>439</u>	
Unencumbered Cash, Ending	<u><u>439</u></u>	<u><u>12,242</u></u>

Unified School District No. 484
Title I ARRA Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance ARRA	\$ 82,202	40,131
Total Cash Receipts	<u>82,202</u>	<u>40,131</u>
 Expenditures and Transfers		
Instruction		
Certified Salaries	31,344	32,087
Group Insurance	6,001	6,451
Social Security	1,612	2,192
General Supplies and Materials	142	
Equipment	<u>18,640</u>	<u>23,864</u>
Total Expenditures and Transfers	<u>57,739</u>	<u>64,594</u>
 Receipts Over (Under)		
Expenditures and Transfers	24,463	(24,463)
 Unencumbered Cash, Beginning	<u> </u>	<u>24,463</u>
Unencumbered Cash, Ending	<u><u>24,463</u></u>	<u><u> </u></u>

Unified School District No. 484
Title II Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 48,848	56,591
Federal Financial Assistance ARRA	<u>4,132</u>	<u> </u>
Total Cash Receipts	<u>52,980</u>	<u>56,591</u>
 Expenditures and Transfers		
Instruction		
Certified Salaries	9,268	27,016
Non-Certified Salaries	27,062	8,318
Group Insurance	5,943	6,406
Social Security	2,311	2,472
Other Employee Benefits	2,584	2,657
Purchased Professional and Technical Services	420	6,723
Equipment	<u>5,392</u>	<u>602</u>
Total Expenditures and Transfers	<u>52,980</u>	<u>54,194</u>
 Receipts Over (Under)		
Expenditures and Transfers		2,397
 Unencumbered Cash, Beginning		
Prior Year Encumbrances Cancelled	<u> </u>	<u>1,050</u>
Unencumbered Cash, Ending	<u> </u>	<u>3,447</u>

Unified School District No. 484
Indian Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Revenue from Federal Sources		
Federal Financial Assistance	\$ 17,590	14,666
Total Cash Receipts	<u>17,590</u>	<u>14,666</u>
 Expenditures and Transfers		
Instruction		
Non-Certified Salaries	1,417	75
Other Employee Benefits	1	
General Supplies and Materials	9,714	895
Property (Equipment & Furnishings)	<u>6,458</u>	<u>13,696</u>
Total Expenditures and Transfers	<u>17,590</u>	<u>14,666</u>
 Receipts Over (Under)		
Expenditures and Transfers		
 Unencumbered Cash, Beginning	<u> </u>	<u> </u>
Unencumbered Cash, Ending	<u> </u>	<u> </u>

Unified School District No. 484
State Improvement Special Project Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2011
(With Comparative Actual Totals for the Prior Year Ended June 30, 2010)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
None	\$ _____	_____
Expenditures and Transfers		
Instruction		
Certified Salaries		1,080
Non-Certified Salaries		1,216
Social Security		75
Instructional Program Improvement Services	102	
Other Miscellaneous Purchased Services		120
Total Expenditures and Transfers	<u>102</u>	<u>2,491</u>
Receipts Over (Under)		
Expenditures and Transfers	(102)	(2,491)
Unencumbered Cash, Beginning	3,828	3,815
Prior Year Encumbrances Cancelled	<u>89</u>	<u> </u>
Unencumbered Cash, Ending	<u><u>3,815</u></u>	<u><u>1,324</u></u>

Unified School District No. 484
Fredonia, Kansas
Summary of Cash Receipts and Disbursements - Fiduciary Funds
For the Year Ended June 30, 2011

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Student Organization Funds:				
High School:				
Art Club	\$ 278	62	235	105
Auto Tech	3,017	1,404	2,570	1,851
Band	678	4,468	3,889	1,257
Bee Z Bakers	1,105	342	740	707
Class of '02	771	-	-	771
Class of '03	2,310	-	-	2,310
Class of '04	1,046	-	-	1,046
Class of '05	915	-	-	915
Class of '06	437	-	-	437
Class of '99	74	-	-	74
Class of '08	459	-	-	459
Class of '10	44	-	-	44
Class of '11	1,969	3,142	4,946	165
Class of '12	-	15,777	13,084	2,693
F3 Club	148	-	-	148
FCA	652	-	-	652
FFA	5,924	41,451	41,706	5,669
FCCLA	2,433	17,823	17,112	3,144
FHS Auto Tech	1,458	3,986	4,572	872
VICA	1,221	-	-	1,221
Foreign Language	51	3,159	1,257	1,953
Kayettes	206	-	-	206
Music Club	482	4,248	4,639	91
Leo Lions	1	-	-	1
Natural Helpers	20	-	-	20
NFL	-	-	-	-
Pom Pon	27,714	28,913	22,945	33,682
Scholars Bowl	769	-	412	357
Science Club	230	671	790	111
Special Olympics	1,208	2,439	2,375	1,272
Student Council	1,874	4,540	6,151	263
Drama	1,361	1,871	2,606	626
SADD	2,488	1,168	537	3,119
Clearing Fund	-	2,208	2,208	-
Middle School:				
Band	284	-	10	274
Black and Gold	202	130	-	332
FCCLA	4,100	15,937	14,806	5,231
Kids for Saving Earth	1,784	930	1,000	1,714
Pep Club	1,820	1,585	1,586	1,819
KU Study Fund	-	1,250	411	839
Student Council	3,497	7,912	8,779	2,630
Extended Learning	-	-	-	-
Leo Lions	242	1,437	1,100	579
Clearing Fund	-	41,872	41,872	-
Therapy Dog	200	174	16	358
Activities	3,215	4,068	1,921	5,362
Lincoln/Paulen:				
Lifetouch	3,491	3,035	3,142	3,384
Student Activities	4,183	109	-	4,292
Other Agency Funds:				
Payroll Withholdings	254,554	2,217,535	2,239,640	232,449
Sales Tax	92	22	114	-
Total Agency Funds	<u>339,007</u>	<u>2,433,668</u>	<u>2,447,171</u>	<u>325,504</u>

Unified School District No. 484
Fredonia, Kansas
Summary of Receipts, Expenditures and Unencumbered Cash - District Activity Funds
For the Year Ended June 30, 2011

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts:						
High School:						
Athletics	\$ 23,473	66,203	63,024	26,652		26,652
Middle School:						
Athletics	<u>3,527</u>	<u>5,789</u>	<u>5,000</u>	<u>4,316</u>		<u>4,316</u>
Subtotal Gate Receipts	<u>27,000</u>	<u>71,992</u>	<u>68,024</u>	<u>30,968</u>	<u>-</u>	<u>30,968</u>
Special Projects:						
High School:						
Flower	985	321	30	1,276		1,276
Learning Center	3,113	1,298	277	4,134		4,134
Reflector	19	-	-	19		19
Yearbook	3,241	6,934	5,692	4,483		4,483
Sales Tax	377	7,558	7,733	202		202
Middle School:						
Publication	215	1,938	2,076	77		77
Sales Tax	-	1,185	1,185	-		-
Lincoln/Paulen:						
Book Fair	567	5,007	4,812	762		762
Playground Equipment	6,267	-	6,267	-		-
Rex Pope	(5)	5	-	-		-
Donations	434	3,000	2,112	1,322		1,322
Family Math	617	181	-	798		798
Pepsi Machine	1,720	1,263	-	2,983		2,983
J Cooper Memorial	1,075	-	-	1,075		1,075
Myers Grant	1,165	2,712	-	3,877		3,877
Fair	542	-	-	542		542
Library	2,396	301	111	2,586		2,586
G & W Foods	2,025	4,002	1,549	4,478		4,478
Technology	34,747	-	7,565	27,182		27,182
Student Ear Bud	-	100	-	100		100
Clearing Account	5,804	44,971	50,775	-		-
Subtotal Special Projects	<u>65,304</u>	<u>80,776</u>	<u>90,184</u>	<u>55,896</u>	<u>-</u>	<u>55,896</u>
Total District Activity Funds	<u>92,304</u>	<u>152,768</u>	<u>158,208</u>	<u>86,864</u>	<u>-</u>	<u>86,864</u>

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Education
Unified School District No. 484
Fredonia, Kansas

We have audited the statutory basis financial statements of Unified School District No. 484, Fredonia, Kansas, as of and for the year ended June 30, 2011, and have issued our report thereon dated March 26, 2012. 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 Unified School District No. 484, Fredonia, Kansas, 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 Unified School District No. 484, Fredonia, Kansas, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 484, Fredonia, Kansas internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency or combination of significant deficiencies that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 484, Fredonia, Kansas 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*.

This report is intended solely for the information and use of the governing body and management of the Unified School District No. 484, Fredonia, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlottbeck and Burns, LLC

March 26, 2012

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of Education
Unified School District No. 484
Fredonia, Kansas

Compliance

We have audited the compliance of Unified School District No. 484, Fredonia, Kansas, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2011. Unified School District No. 484, Fredonia, Kansas, major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Unified School District No. 484, Fredonia, Kansas, management. Our responsibility is to express an opinion on Unified School District No. 484, Fredonia, Kansas, 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 Unified School District No. 484, Fredonia, Kansas 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 Unified School District No. 484, Fredonia, Kansas compliance with those requirements.

In our opinion, Unified School District No. 484, Fredonia, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2011.

Internal Control Over Compliance

The management of Unified School District No. 484, Fredonia, 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 Unified School District No. 484, Fredonia, Kansas internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 484, Fredonia, Kansas, internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency or combination of significant deficiencies that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the 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 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 governing body and management of the Unified School District No. 484, Fredonia, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlatterbeck and Burns, LLC

March 26, 2012

Unified School District No. 484
Fredonia, Kansas
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2011

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the special purpose financial statements of Unified School District No. 484, Fredonia, Kansas.
2. No reportable conditions relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards".
3. No instances of noncompliance material to the financial statements of Unified School District No. 484, Fredonia, Kansas were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the "Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133".
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 484, Fredonia, Kansas expresses an unqualified opinion.
6. There were no findings relating to the major federal award programs for Unified School District No. 484, Fredonia, Kansas, that are required to be reported in Part C of this Schedule.
7. The programs tested as major programs were:
 - Child Nutrition Cluster:
 - 10.553 – Breakfast Program
 - 10.555 – National School Lunch Program
 - Title I Cluster:
 - 84.010 – Title I Grants to Local Educational Agencies
 - 84.389 – Title I Grants to Local Educational Agencies, Recovery Act
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Unified School District No. 484, Fredonia, Kansas was not determined to be a low-risk auditee.

B. Findings – Financial Statements Audit

None.

C. Findings and Questioned Costs – Major Federal Awards Program Audit

None.

(This page left blank intentionally)

Unified School District No. 484
 Fredonia, Kansas
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2011

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture		
Passed through State Department of Education		
School Breakfast Program	10.553	\$ 51,279 (1), (2)
National School Lunch Program	10.555	184,963 (1), (2)
State Administrative Expenses for Child Nutrition	10.560	50
Child Nutrition Discretionary Grants Limited Availability	10.579	<u>37,006</u>
Total U.S. Department of Agriculture		<u>273,298</u>
U.S. Corps of Engineers		
Passed through Greenwood County Treasurer		
Payments to States in Lieu of Real Estate Taxes	12.112	<u>201</u>
U.S. Department of Education		
Indian Education Grants to Local Educational Agencies	84.060	14,666
Passed through State Department of Education		
Title I Grants to Local Educational Agencies	84.010	185,144 (1), (3)
Fund for the Improvement of Education	84.215	1,226
Education Technology State Grants	84.318	602
Improving Teacher Quality State Grants	84.367	54,975
Title I Grants to Local Educational Agencies, Recovery Act (ARRA)	84.389	64,736 (1), (3)
State Fiscal Stabilization Fund - Education State Grants, Recovery Act (ARRA)	84.394	98,617
Education Jobs	84.410	<u>172,679</u>
Total U.S. Department of Education		<u>592,645</u>
Total Expenditures of Federal Awards		<u><u>866,144</u></u>

- (1) These programs were considered major programs
 (2) These programs are part of the Child Nutrition Cluster
 (3) These programs are part of the Title I Cluster

Note - Basis of Presentation

The schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 484 and is presented on the cash basis of accounting, and accordingly, represents the total cash expended for each program. It does not include transactions that might be included using the modified accrual basis of accounting which is the basis used in the District's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*.

Reconciliation of federal expenditures to the financial statements:

	Actual Cash	Expenditures	<u>Adjustment for Encumbrances</u>		Expenditures as
	<u>Received</u>	<u>per Statement 3</u>	<u>July 1, 2010</u>	<u>June 30, 2011</u>	<u>Presented Above</u>
School Breakfast Program	10.553	51,279			51,279
National School Lunch Program	10.555	184,963			184,963
State Administrative Expenses for Child Nutrition	10.560	50			50
Child Nutrition Discretionary Grants Limited Availability	10.579	37,006			37,006
Payments to States in Lieu of Real Estate Taxes	12.112	201			201
Indian Education Grants to Local Educational Agencies	84.060	14,666			14,666
Title I Grants to Local Educational Agencies	84.010	197,386			185,144
Fund for the Improvement of Education	84.215	1,226			1,226
Education Technology State Grants	84.318	602			602
Improving Teacher Quality State Grants	84.367	55,990	1,382		54,975
Title I Grants to Local Educational Agencies, Recovery Act (ARRA)	84.389	40,131	142		64,736
State Fiscal Stabilization Fund - Education State Grants, Recovery Act (ARRA)	84.394	98,617			98,617
Education Jobs	84.410	<u>172,679</u>			<u>172,679</u>
	<u>854,796</u>	<u>864,620</u>	<u>1,524</u>	<u>-</u>	<u>866,144</u>