

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

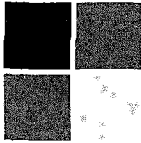
Financial Statements With Independent Auditors' Report

For the Year Ended June 30, 2012

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Financial Statements With Independent Auditors' Report
For the Year Ended June 30, 2012

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Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Education
Central Plains Unified School District No. 112
Holyrood, Kansas

We have audited the accompanying financial statements of **Central Plains Unified School District No. 112**, as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of **Central Plains Unified School District No. 112's** management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *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 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 opinions.

As described more fully in Note 1, **Central Plains Unified School District No. 112** has prepared these financial statements using accounting practices prescribed or permitted by the State of Kansas, whose practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Central Plains Unified School District No. 112**, as of June 30, 2012, or the changes in its financial position for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of **Central Plains Unified School District No. 112**, as of June 30, 2012, and their respective cash receipts and disbursements and budgetary results for the year then ended, on the basis of accounting described in Note 1.


ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

October 08, 2012

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2012

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Categories								
General Funds								
General Fund	\$ 78,981	(68,505)	-	5,485,765	5,496,241	-	8,935	8,935
Supplemental General Fund	256,670	-	-	1,344,303	1,497,791	103,182	20,092	123,274
Special Revenue Funds								
Capital Outlay Fund	1,058,373	-	2,568	400,508	542,005	919,444	180,418	1,099,862
Driver Training Fund	34,309	-	-	7,442	8,646	33,105	214	33,319
Food Service Fund	121,214	-	-	396,914	384,024	134,104	150	134,254
Professional Development Fund	53,443	-	-	44,718	52,835	45,326	5,340	50,666
Special Education Fund	363,431	-	-	801,092	678,881	485,642	135	485,777
Vocational Education Fund	89,599	-	63	310,000	245,359	154,303	-	154,303
Recreation Commission Fund	3,076	-	-	25,982	26,400	2,658	-	2,658
KPERs Special Retirement Contribution Fund	-	-	-	445,098	445,098	-	-	-
At-Risk (K-12) Fund	43,000	-	-	333,628	267,061	109,567	-	109,567
At-Risk (4 Year Old) Fund	10,288	-	-	90,098	59,774	40,612	-	40,612
Virtual Education Fund	-	-	-	21,269	17,134	4,135	-	4,135
Contingency Reserve Fund	517,299	-	-	-	-	517,299	-	517,299
Textbook Rental Fund	39,784	-	-	13,933	48,462	5,255	-	5,255
Title I Fund	-	-	-	90,329	90,329	-	-	-
Title II A - Teacher Quality Fund	-	-	-	31,452	31,452	-	-	-
REAP Grant Fund	-	-	-	954	954	-	-	-
Cost of Issuance Fund	-	-	-	32,530	29,118	3,412	-	3,412
Redemption Fund for Refunded Bonds	-	-	-	3,420,200	69,197	3,351,003	-	3,351,003
District Activity Funds	44,692	(1,375)	-	171,434	166,335	48,416	-	48,416
Debt Service Fund								
Bond and Interest Fund	937,212	-	-	746,942	716,048	968,106	-	968,106
Fiduciary Fund Category								
Private Purpose Trust Funds								
Scholarship Fund	8,730	-	-	3,000	2,500	9,230	-	9,230
Special Gift Fund	8,687	-	-	334	3,730	5,291	-	5,291
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 3,668,788</u>	<u>(69,880)</u>	<u>2,631</u>	<u>14,217,925</u>	<u>10,879,374</u>	<u>6,940,090</u>	<u>215,284</u>	<u>7,155,374</u>
Composition of Cash					Checking Accounts	\$ 5,366,530		
					Money Market and CD's	1,851,352		
					Total Cash	7,217,882		
					Agency Funds per Statement 4	(62,508)		
					Total Reporting Entity (Excluding Agency Funds)	\$ 7,155,374		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Summary of Expenditures - Actual and Budget
For the Year Ended June 30, 2012

Funds	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Fund Categories						
General Funds						
General Fund	\$ 5,600,947	(104,706)	-	5,496,241	5,496,241	-
Supplemental General Fund	1,539,284	(41,493)	-	1,497,791	1,497,791	-
Special Revenue Funds						
Capital Outlay Fund	800,000	-	-	800,000	542,005	(257,995)
Driver Training Fund	20,625	-	-	20,625	8,646	(11,979)
Food Service Fund	381,575	-	11,913	393,488	384,024	(9,464)
Professional Development Fund	60,000	-	-	60,000	52,835	(7,165)
Special Education Fund	886,809	-	-	886,809	678,881	(207,928)
Vocational Education Fund	274,010	-	-	274,010	245,359	(28,651)
Recreation Commission Fund	26,400	-	-	26,400	26,400	-
KPERs Special Retirement Contribution Fund	495,680	-	-	495,680	445,098	(50,582)
At-Risk (K-12) Fund	336,260	-	-	336,260	267,061	(69,199)
At-Risk (4 Year Old) Fund	66,150	-	-	66,150	59,774	(6,376)
Virtual Education Fund	66,269	-	-	66,269	17,134	(49,135)
Debt Service Fund						
Bond and Interest Fund	716,048	-	-	716,048	716,048	-

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2012

(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 1,710,395	1,689,303	1,689,328	(25)
Intergovernmental Revenues				
Mineral Severance Tax	59,353	58,668	59,434	(766)
Equalization Aid	2,961,926	3,237,477	3,238,679	(1,202)
State Aid	603,378	498,154	498,324	(170)
State Aid - Other	3,000	-	-	-
Federal Aid - ARRA	100,341	-	-	-
Federal Aid - Education Jobs Fund	175,697	2,163	-	2,163
Total Cash Receipts	<u>5,614,090</u>	<u>5,485,765</u>	<u>5,485,765</u>	<u>-</u>
Expenditures				
Instruction	2,265,929	2,181,360	2,278,674	(97,314)
Student Support Services	195,684	281,021	268,138	12,883
Instructional Support Services	152,263	160,513	142,638	17,875
General Administration	489,018	356,196	491,190	(134,994)
School Administration	589,818	437,151	473,954	(36,803)
Operations and Maintenance	429,148	525,754	398,050	127,704
Student Transportation Services	185,118	194,414	171,506	22,908
Other Supplemental Service	47,526	28,517	28,200	317
Transfers Out	1,249,649	1,331,315	1,348,597	(17,282)
Adjustment to Comply with Legal Max	-	-	(104,706)	104,706
Total Expenditures and Legal General Fund Budget	<u>5,604,153</u>	<u>5,496,241</u>	<u>5,496,241</u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	<u>9,937</u>	<u>(10,476)</u>		
Unencumbered Cash - Beginning As Previously Stated	408	78,981		
Prior Period Adjustment	<u>-</u>	<u>(68,505)</u>		
Unencumbered Cash - Beginning As Restated	<u>408</u>	<u>10,476</u>		
Prior Year Cancelled Encumbrances	<u>131</u>	<u>-</u>		
Unencumbered Cash - Ending	<u>\$ 10,476</u>	<u>-</u>		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Supplemental General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 1,454,157	1,344,303	1,282,615	61,688
Intergovernmental Revenues				
State Aid	190	-	-	-
Total Cash Receipts	<u>1,454,347</u>	<u>1,344,303</u>	<u>1,282,615</u>	<u>61,688</u>
Expenditures				
Instruction	743,255	594,695	516,284	78,411
Student Support Services	21,890	4,412	78,400	(73,988)
Instructional Support Services	14,644	12,312	31,000	(18,688)
General Administration	62,783	75,454	61,100	14,354
School Administration	20,474	25,529	23,500	2,029
Operations and Maintenance	185,808	196,629	166,000	30,629
Student Transportation Services	127,092	144,099	103,000	41,099
Other Supplemental Service	35,418	26,932	35,000	(8,068)
Transfers Out	248,826	417,729	525,000	(107,271)
Adjustment to Comply with Legal Max	-	-	(41,493)	41,493
Total Expenditures and Legal				
Supplemental General Fund Budget	<u>1,460,190</u>	<u>1,497,791</u>	<u>1,497,791</u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	(5,843)	(153,488)		
Unencumbered Cash - Beginning	262,479	256,670		
Prior Year Cancelled Encumbrances	<u>34</u>	<u>-</u>		
Unencumbered Cash - Ending	\$ <u>256,670</u>	<u>103,182</u>		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Capital Outlay Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended June 30, 2012

(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 202,601	315,535	309,292	6,243
Other Local Sources				
Miscellaneous Revenue	32,060	6,165	-	6,165
Royalties - Broadband Agreement	7,596	7,596	-	7,596
Refunds and Reimbursements	68,584	61,019	-	61,019
Interest on Idle Funds	11,663	10,193	-	10,193
Total Cash Receipts	322,504	400,508	309,292	91,216
Expenditures				
Instruction	258,302	192,040	100,000	92,040
Instructional Support Staff	-	-	15,000	(15,000)
School Administration	4,871	10,371	15,000	(4,629)
General Administration	-	6,749	15,000	(8,251)
Central Services	-	-	15,000	(15,000)
Operations and Maintenance	49,595	18,950	50,000	(31,050)
Transportation	29,500	81,985	50,000	31,985
Other Supplemental Services	47,977	30,050	50,000	(19,950)
Facility Acquisition and Construction	52,711	201,860	490,000	(288,140)
Total Expenditures	442,956	542,005	800,000	(257,995)
Cash Receipts Over (Under) Expenditures	(120,452)	(141,497)		
Unencumbered Cash - Beginning	1,178,825	1,058,373		
Prior Year Cancelled Encumbrances	-	2,568		
Unencumbered Cash - Ending	\$ 1,058,373	919,444		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Driver Training Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
State Aid	\$ 2,886	3,102	1,480	1,622
Other Local Sources				
Student Fees	3,158	4,340	-	4,340
Transfers In	5,000	-	-	-
Total Cash Receipts	<u>11,044</u>	<u>7,442</u>	<u>1,480</u>	<u>5,962</u>
Expenditures				
Instruction	8,602	8,160	18,925	(10,765)
Vehicle Operating Services	828	486	1,700	(1,214)
Total Expenditures	<u>9,430</u>	<u>8,646</u>	<u>20,625</u>	<u>(11,979)</u>
Cash Receipts Over (Under) Expenditures	1,614	(1,204)		
Unencumbered Cash - Beginning	<u>32,695</u>	<u>34,309</u>		
Unencumbered Cash - Ending	\$ <u>34,309</u>	<u>33,105</u>		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Food Service Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Intergovernmental Revenues				
State Aid	\$ 3,122	3,029	2,516	513
Federal Aid	139,972	142,179	130,266	11,913
Other Local Sources				
Receipts - Students	85,984	87,644	82,859	4,785
Receipts - Adults	15,607	14,062	11,867	2,195
Miscellaneous Revenue	376	-	-	-
Transfers In	135,000	150,000	200,000	(50,000)
Total Cash Receipts	<u>380,061</u>	<u>396,914</u>	<u>427,508</u>	<u>(30,594)</u>
Expenditures				
Operations and Maintenance	33,181	-	28,000	(28,000)
Food Service Operation	348,714	384,024	353,575	30,449
(a) Adjustment for Qualifying Budget Credit	-	-	11,913	(11,913)
Total Expenditures	<u>381,895</u>	<u>384,024</u>	<u>393,488</u>	<u>(9,464)</u>
Cash Receipts Over (Under) Expenditures	(1,834)	12,890		
Unencumbered Cash - Beginning	<u>123,048</u>	<u>121,214</u>		
Unencumbered Cash - Ending	\$ <u>121,214</u>	<u>134,104</u>		
(a) Adjustment for Qualifying Budget Credit				
Federal Aid Over Amount Budgeted			\$ <u>11,913</u>	

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Professional Development Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Other Local Sources				
Transfers In	\$ 15,000	44,718	-	44,718
Expenditures				
Instructional Support Services	35,830	52,835	60,000	(7,165)
Cash Receipts Over (Under) Expenditures	(20,830)	(8,117)		
Unencumbered Cash - Beginning	74,273	53,443		
Unencumbered Cash - Ending	\$ 53,443	45,326		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Special Education Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Other Local Sources				
Miscellaneous Revenue	\$ 4,326	1,761	-	1,761
Transfers In	729,827	799,331	800,000	(669)
Total Cash Receipts	734,153	801,092	800,000	1,092
Expenditures				
Instruction	825,016	635,491	850,459	(214,968)
Vehicle Operating Services	34,406	43,390	36,350	7,040
Total Expenditures	859,422	678,881	886,809	(207,928)
Cash Receipts Over (Under) Expenditures	(125,269)	122,211		
Unencumbered Cash - Beginning	488,700	363,431		
Unencumbered Cash - Ending	\$ 363,431	485,642		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Vocational Education Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Other Local Sources				
Transfers In	\$ 252,031	310,000	250,000	60,000
Expenditures				
Instruction	255,019	245,085	274,010	(28,925)
General Administration	-	274	-	274
Total Expenditures	255,019	245,359	274,010	(28,651)
Cash Receipts Over (Under) Expenditures	(2,988)	64,641		
Unencumbered Cash - Beginning	92,587	89,599		
Prior Year Cancelled Encumbrances	-	63		
Unencumbered Cash - Ending	\$ 89,599	154,303		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Recreation Commission Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 26,822	25,982	26,972	(990)
Expenditures				
Community Service Operations	27,000	26,400	26,400	-
Cash Receipts Over (Under) Expenditures	(178)	(418)		
Unencumbered Cash - Beginning	3,254	3,076		
Unencumbered Cash - Ending	\$ 3,076	2,658		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
KPERS Special Retirement Contribution Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental Revenues				
State Aid	\$ 275,378	445,098	495,680	(50,582)
Expenditures				
Instruction	158,776	292,873	350,000	(57,127)
Student Support Services	10,410	18,608	30,000	(11,392)
Instructional Support Services	9,201	15,074	16,680	(1,606)
General Administration	21,057	19,860	20,000	(140)
School Administration	29,377	35,019	30,000	5,019
Other Supplemental Services	-	6,569	-	6,569
Operations and Maintenance	24,455	25,846	25,000	846
Student Transportation Services	9,760	12,464	10,000	2,464
Food Service Operation	12,342	18,785	14,000	4,785
Total Expenditures	275,378	445,098	495,680	(50,582)
Cash Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
At-Risk (K-12) Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Other Local Sources				
Transfers In	\$ 347,617	333,628	357,328	(23,700)
Expenditures				
Instruction	345,193	267,061	336,260	(69,199)
Cash Receipts Over (Under) Expenditures	2,424	66,567		
Unencumbered Cash - Beginning	40,576	43,000		
Unencumbered Cash - Ending	\$ 43,000	109,567		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
At-Risk (4 Year Old) Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Other Local Sources				
Transfers In	\$ 14,000	90,098	180,000	(89,902)
Expenditures				
Instruction	18,490	59,774	66,150	(6,376)
Cash Receipts Over (Under) Expenditures	(4,490)	30,324		
Unencumbered Cash - Beginning	14,778	10,288		
Unencumbered Cash - Ending	\$ 10,288	40,612		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Virtual Education Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

		Prior Year Actual	Current Year		Variance Over (Under)
			Actual	Budget	
Cash Receipts					
Other Local Sources					
Transfers In	\$	-	21,269	66,269	(45,000)
Expenditures					
Instruction		-	17,134	66,269	(49,135)
Cash Receipts Over (Under) Expenditures		-	4,135		
Unencumbered Cash - Beginning		-	-		
Unencumbered Cash - Ending	\$	-	4,135		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Contingency Reserve Fund
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
	<u> </u>	<u> </u>
Cash Receipts	\$ -	-
Expenditures	<u>-</u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	<u>517,299</u>	<u>517,299</u>
Unencumbered Cash - Ending	\$ <u><u>517,299</u></u>	<u><u>517,299</u></u>

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Textbook Rental Fund
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Local Sources		
Book Rental Fees	\$ 13,098	11,481
Art Fees	1,073	900
Laptop Fees	4,720	-
Technology Fees	1,744	1,552
Total Cash Receipts	20,635	13,933
Expenditures		
Instruction	-	48,462
Cash Receipts Over (Under) Expenditures	20,635	(34,529)
Unencumbered Cash - Beginning	19,149	39,784
Unencumbered Cash - Ending	\$ 39,784	5,255

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Title I Fund
 Statement of Cash Receipts and Expenditures
 For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenues		
Federal Aid	\$ 96,897	90,329
Expenditures		
Instruction	96,914	90,329
Cash Receipts Over (Under) Expenditures	(17)	-
Unencumbered Cash - Beginning	17	-
Unencumbered Cash - Ending	\$ -	-

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Title II A - Teacher Quality Fund
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenues		
Federal Aid	\$ 35,837	31,452
Expenditures		
Instruction	35,837	31,452
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Title II D - Education Technology Fund
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenues		
Federal Aid	\$ 328	-
Expenditures		
Instruction	328	-
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
REAP Grant Fund
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenues		
Federal Aid	\$ -	954
Expenditures		
Instruction	-	954
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Cost of Issuance Fund
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ -	32,530
Expenditures		
Bond Refinancing Expenditures	-	29,118
Cash Receipts Over (Under) Expenditures	-	3,412
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	3,412

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Redemption Fund for Refunded Bonds
Statement of Cash Receipts and Expenditures
For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Bond Proceeds	\$ -	3,315,000
Bond Premium	-	105,200
Total Cash Receipts	-	3,420,200
Expenditures		
Underwriter's Discount	-	33,150
Transfers Out	-	36,047
Total Expenditures	-	69,197
Cash Receipts Over (Under) Expenditures	-	3,351,003
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	3,351,003

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Bond and Interest Fund
 Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Taxes	\$ 737,874	743,425	733,909	9,516
Transfers In	-	3,517	-	3,517
Total Cash Receipts	<u>737,874</u>	<u>746,942</u>	<u>733,909</u>	<u>13,033</u>
Expenditures				
Principal	540,000	565,000	565,000	-
Interest	168,875	151,048	151,048	-
Total Expenditures	<u>708,875</u>	<u>716,048</u>	<u>716,048</u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	28,999	30,894		
Unencumbered Cash - Beginning	<u>908,213</u>	<u>937,212</u>		
Unencumbered Cash - Ending	\$ <u>937,212</u>	<u>968,106</u>		

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Scholarship Fund
 Statement of Cash Receipts and Expenditures
 For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Scholarship Receipts	\$ 7,061	3,000
Expenditures		
Scholarship Expenditures	9,927	2,500
Cash Receipts Over (Under) Expenditures	(2,866)	500
Unencumbered Cash - Beginning	11,596	8,730
Unencumbered Cash - Ending	\$ 8,730	9,230

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Special Gift Fund
 Statement of Cash Receipts and Expenditures
 For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental Revenues		
State Aid	\$ 1,080	-
Other Local Sources		
Grants	6,680	334
Donations	100	-
Total Cash Receipts	7,860	334
Expenditures		
Grant Expenditures	5,130	3,730
Cash Receipts Over (Under) Expenditures	2,730	(3,396)
Unencumbered Cash - Beginning	5,957	8,687
Unencumbered Cash - Ending	\$ 8,687	5,291

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Agency Funds
Summary of Cash Receipts and Cash Disbursements
For the Year Ended June 30, 2012

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Central Plains High School				
Band	\$ 1,106	2,876	2,728	1,254
FCCLA	500	1,181	1,134	547
FFA	5,152	2,447	2,511	5,088
Class of 2011	581	-	581	-
Class of 2012	4,816	1,164	4,710	1,270
Class of 2013	5,384	4,577	6,663	3,298
Class of 2014	1,059	6,396	4,719	2,736
NHS	716	145	347	514
Renaissance	-	1,249	1,042	207
O-Club	2,546	10,825	6,687	6,684
High School Cheerleaders	1,440	8,217	7,767	1,890
STUCO - Senior High School	1,454	2,827	3,103	1,178
Kays	456	902	857	501
Yearbook	3,968	6,749	5,575	5,142
Green Fund	-	500	-	500
Scholar's Bowl	117	204	129	192
Total Central Plains High School	29,295	50,259	48,553	31,001
Central Plains Grade School				
STUCO	3,536	-	3,536	-
Wilson High School				
High School Cheerleaders	31	8,156	7,391	796
Junior High Cheerleaders	111	350	442	19
Art Club	45	25	-	70
Band	408	965	1,123	250
Character Counts	314	-	-	314
Class of 2009	228	-	228	-
Class of 2010	15	-	15	-
Class of 2012	3,682	23,666	27,298	50
Class of 2013	1,981	10,119	7,531	4,569
Class of 2014	451	1,196	644	1,003
Class of 2015	37	687	49	675
Dramatic Arts Club	991	142	414	719
Forensics	26	-	26	-
FFA	4,002	28,377	18,622	13,757
Kays	66	-	66	-
LLC Local Funds	-	1,785	1,785	-
NHS	376	1,151	1,520	7
Pep Club	203	294	317	180
Science Club	240	172	399	13
Student Council	2,571	2,984	2,261	3,294
Yearbook	-	2,191	-	2,191
Total Wilson High School	\$ 15,778	82,260	70,131	27,907

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
Agency Funds
Summary of Cash Receipts and Cash Disbursements
For the Year Ended June 30, 2012

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Central Plains Middle School				
Junior High Cheerleaders	855	2,276	2,148	983
Music/Band	277	-	-	277
Renaissance	723	1,906	504	2,125
Student Activities	690	32	507	215
Total Central Plains Middle School	<u>2,545</u>	<u>4,214</u>	<u>3,159</u>	<u>3,600</u>
Total	<u>\$ 51,154</u>	<u>136,733</u>	<u>125,379</u>	<u>62,508</u>

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
District Activity Funds
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2012

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts								
Central Plains High School								
Athletics	\$ 12,566	-	-	45,353	39,490	18,429	-	18,429
Play	2,116	-	-	1,637	2,254	1,499	-	1,499
Total Central Plains High School	<u>14,682</u>	<u>-</u>	<u>-</u>	<u>46,990</u>	<u>41,744</u>	<u>19,928</u>	<u>-</u>	<u>19,928</u>
Wilson High School								
Athletics	1,599	-	-	15,969	16,024	1,544	-	1,544
Central Plains Middle School								
Athletics	53	-	-	2,482	1,238	1,297	-	1,297
Total Gate Receipts	<u>16,334</u>	<u>-</u>	<u>-</u>	<u>65,441</u>	<u>59,006</u>	<u>22,769</u>	<u>-</u>	<u>22,769</u>
School Projects								
Central Plains High School								
Concessions	2,744	-	-	25,162	26,091	1,815	-	1,815
Wilson High School								
Sales Tax	794	-	-	3,797	4,543	48	-	48
Library	1,529	-	-	2,056	2,821	764	-	764
Dragon Account	3,317	-	-	8,634	6,155	5,796	-	5,796
Band	408	(408)	-	-	-	-	-	-
Pencil Income	74	-	-	38	81	31	-	31
Total Wilson High School	<u>6,122</u>	<u>(408)</u>	<u>-</u>	<u>14,525</u>	<u>13,600</u>	<u>6,639</u>	<u>-</u>	<u>6,639</u>
Wilson Grade School								
Activity Fund	\$ 918	-	-	45,507	45,883	542	-	542

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112
District Activity Funds
Statement of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended June 30, 2012

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
School Projects (continued)								
Central Plains Middle School								
Concessions	\$ 3,831	-	-	716	2,050	2,497	-	2,497
Vending	-	-	-	2,506	731	1,775	-	1,775
Student Activities	690	(690)	-	-	-	-	-	-
Music/Band	277	(277)	-	-	-	-	-	-
Total Central Plains Middle School	<u>4,798</u>	<u>(967)</u>	<u>-</u>	<u>3,222</u>	<u>2,781</u>	<u>4,272</u>	<u>-</u>	<u>4,272</u>
Central Plains Grade School								
Elementary Activities	4,538	-	-	8,594	5,147	7,985	-	7,985
Library	799	-	-	2,529	2,943	385	-	385
Carnival Fund	8,439	-	-	6,276	10,884	3,831	-	3,831
Sales Tax	-	-	-	178	-	178	-	178
Total Central Plains Grade School	<u>13,776</u>	<u>-</u>	<u>-</u>	<u>17,577</u>	<u>18,974</u>	<u>12,379</u>	<u>-</u>	<u>12,379</u>
Total School Projects	<u>28,358</u>	<u>(1,375)</u>	<u>-</u>	<u>105,993</u>	<u>107,329</u>	<u>25,647</u>	<u>-</u>	<u>25,647</u>
Total District Activity Funds	<u>\$ 44,692</u>	<u>(1,375)</u>	<u>-</u>	<u>171,434</u>	<u>166,335</u>	<u>48,416</u>	<u>-</u>	<u>48,416</u>

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Central Plains Unified School District No. 112 has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Reporting Entity

The District is a municipal corporation governed by an elected seven-member board. The financial statements of the District consist of all the funds of the District that are considered to be controlled by or dependent on the District. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing board. The District has no component units.

Use of Estimates

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reporting period. Actual results could differ from these estimates.

Basis of Presentation – Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following categories of funds comprise the financial activities of the District for the year ended June 30, 2012.

Governmental Fund Categories

General Funds – to account for all financial resources except for those required to be reported in another fund.

Special Revenue Funds – to account for the proceeds of specific revenue sources that are legally restricted to expenditure for a specified purpose.

District Activity Funds – a special revenue fund that accounts for the receipts and disbursements of monies from District activities. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. The students participate in the activities, but the board of education has control of the expenditures. This accounting reflects the District's agency relationship with the student activity organizations.

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

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fiduciary Fund Categories

Private Purpose Trust Funds – to account for assets held by the District as trustee or agent for others. The principal and income of these funds may be expended in the course of the fund's designated operations.

Agency Funds – to account for assets held by the District as a trustee or agent for others.

Student Activity Funds – an agency fund that accounts for the receipts and disbursements of monies from student activity organizations in which the students participate and are involved in the management of the organization's activities. These organizations exist with the explicit approval of and are subject to revocation by the District's Board of Education. The student organization approves the expenditure, not the Board of Education. This accounting reflects the District's agency relationship with the student activity organizations.

Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior 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.

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 statutory basis of accounting.

Departure From Accounting Principles Generally Accepted in the United States of America

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

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:

- a. Preparation of the budget for the succeeding fiscal year on or before August 1st.

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. 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 10 days after publication the hearing may be held and the governing body may amend the budget at that time. There was one budget amendment this year for the Professional Development Fund.

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

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budget expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, permanent funds, and the following special revenue funds: Contingency Reserve Fund, Textbook Rental Fund, Title I Fund, Title II A – Teacher Quality Fund, Title II D – Education Technology Fund, REAP Grant Fund, Cost of Issuance Fund, Redemption Fund for Refunded Bonds and District Activity Funds.

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

Deposits and Investments

The District follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary of cash receipts, expenditures, and unencumbered cash.

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 investments 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.

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 does not use "peak periods". All deposits were legally secured at June 30, 2012.

At June 30, 2012, the District's carrying amount of deposits was \$7,217,882, the bank balance was \$3,867,227, and \$3,351,003 was held in an escrow account at US Bank in the name of the Kansas State Treasurer. The bank balance was held by five banks resulting in a concentration of credit risk. Of the bank balance, \$1,013,217 was covered by federal depository insurance and \$2,854,010 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

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. The District had no investments at June 30, 2012.

Compensated Absences

The District contracts with various employees and permits employees to accumulate various amounts of vacation and sick leave. Classified and certified employees are allowed annual sick leave of 10 days per year. Classified and certified employees are also granted three days of personal leave per year. Full-time employees will receive vacation at the rate of 10 days per year. Twelve month contracted employees will receive vacation equal to the percentage of their employment (i.e. .8 employment would receive .8 of 10 days, or 8 days). The contract states that accumulated vacation must be taken by the contract date or it will be lost. Employees terminating employment before June 30 of the respective fiscal year will be paid for unused vacation at their applicable hourly rate. Employees are granted three days of personal leave per year. If the personal days are not used by the end of the year, then they are paid out on the last payroll of the year at a rate of \$70 per day. Any unused sick leave may be carried over at the end of the year, but accumulated sick leave is limited to a maximum of 80 days for all District employees. Accumulated sick leave is not paid out if an employee terminates employment or retires.

Deferred Compensation Plan

The District sponsors a deferred compensation plan under Internal Revenue Code Section 403(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The District is not required to make any contributions.

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Defined Benefit Pension Plan

Plan Description

The District contributes to 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 4% and 6% (if hired on or after July 1, 2009) of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. The State currently contributes 9.77% of covered payroll, 18.96% for non-licensed KPERS retirees and 22.96% for licensed KPERS retirees. 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, 2012, 2011, and 2010, were \$298,635,383, \$253,834,044, and \$248,468,186, 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, 2012 and 2011 were \$445,098 and \$275,378, respectively.

Other Post Employment Benefits

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

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

Property Tax Calendar

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. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the trust and agency funds of the District for special purposes.

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**Reimbursements**

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

NOTE 2 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Central Plains Unified School District No. 112's** interfund transfers and statutory authority for the year ended June 30, 2012 were as follows:

From	To	Statutory Authority	Amount
General Fund	Special Education Fund	K.S.A. 72-6428	\$ 760,000
General Fund	Vocational Education Fund	K.S.A. 72-6428	160,000
General Fund	At-Risk (4 Year Old Fund)	K.S.A. 72-6428	55,000
General Fund	At-Risk (K-12) Fund	K.S.A. 72-6428	190,328
General Fund	Virtual Education Fund	K.S.A. 72-6428	21,269
General Fund	Food Service Fund	K.S.A. 72-6428	100,000
General Fund	Professional Development Fund	K.S.A. 72-6428	44,718
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	39,331
Supplemental General Fund	At Risk (4 Year Old Fund)	K.S.A. 72-6433	35,098
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6433	150,000
Supplemental General Fund	Food Service Fund	K.S.A. 72-6433	50,000
Supplemental General Fund	At Risk (K-12) Fund	K.S.A. 72-6433	143,300
Redemption Fund for Refunded Bonds	Cost of Issuance Fund	Per Resolution	32,530
Redemption Fund for Refunded Bonds	Bond and Interest Fund	Per Resolution	3,517

NOTE 3 – LITIGATION

Central Plains Unified School District No. 112 is party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the District.

NOTE 4 – RISK MANAGEMENT

Central Plains Unified School District No. 112 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 students; and natural disasters. The District has been able to obtain workman's compensation and errors and omissions insurance at a cost it considered to be economically justifiable.

The District carries commercial insurance for all other risks of loss, including property, general liability, inland marine, auto, linebacker, fidelity bond, and comprehensive collision insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 5 – GRANTS AND SHARED REVENUES

Central Plains Unified School District No. 112 participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the District has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the District, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 6 – COMPARATIVE DATA

Comparative data for the prior year has been presented in Statement 3 in the accompanying financial statements in order to provide an understanding of changes in **Central Plains Unified School District No. 112's** cash and unencumbered cash balances. However, complete comparative data (presentation of prior year totals in Statement 1) has not been presented since their inclusion would make the statement unduly complex and difficult to read.

NOTE 7 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Central Plains Unified School District No. 112 was not in compliance with the sealed bid procedures. This is in violation of KSA 72-6760.

NOTE 8 – IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$360,865 subsequent to June 30, 2012 and as required by K.S.A. 72-6417, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2012.

NOTE 9 – PRIOR PERIOD ADJUSTMENT

The General Fund Unencumbered Cash has been restated to \$10,476 to be in conformity with the regulatory basis of accounting as of July 1, 2011.

The Yearbook and Band funds under Wilson High School and the Student Activities and Music/Band funds under Central Plains Middle School have been reclassified as Agency Funds as of July 1, 2011.

NOTE 10 – LONG-TERM DEBT

Central Plains Unified School District No. 112 has the following types of long-term debt.

General Obligation Bonds

On April 1, 2003, the District issued \$6,775,000 in General Obligation Refunding Bonds. The original bonds were for the construction of the school buildings located in Wilson, Holyrood and Bushton that were built in 1997. These bonds were called for redemption on September 1, 2012.

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements

June 30, 2012

NOTE 10 – LONG-TERM DEBT (continued)

Refunded Bonds

On June 4, 2012, the District issued \$3,315,000 in General Obligation Refunding Bonds. On September 1, 2012, the proceeds were used to establish an escrow account to redeem General Obligation Refunding Bonds, Series 2003 maturing from 2013 through 2017.

According to the terms of this refunding plan, the General Obligation Refunding Bonds, Series 2003 will be called on their earliest optional redemption date and redeemed at such time, all in accordance with the resolution authorizing their issuance. The refunded bonds represent the entire callable portion of the District's General Obligation Refunding Bonds, Series 2003. All refunded bonds will be called at a price equal to 100% of the par value thereof, without a premium.

Upon the payment in full of the interest on the bonds to and including September 1, 2017 and the principal of the refunded bonds, all remaining money and escrowed securities in the escrow fund together with any interest thereon, shall be transferred to the District to be applied in accordance with the law.

Refunded Bonds					
<u>Series</u>	<u>Amount Outstanding Prior to Refunding</u>	<u>Amount to be Refunded</u>	<u>Maturity Dates to be Escrowed</u>	<u>Call Date</u>	<u>Call Price</u>
2003	\$3,870,000	\$3,290,000	2013 - 2017	09/01/2012	100

CENTRAL PLAINS UNIFIED SCHOOL DISTRICT NO. 112

Notes to Financial Statements
For the Year Ended June 30, 2012

NOTE 10 - LONG-TERM DEBT (continued)

Changes in long-term liabilities for the District for the year ended June 30, 2012, were as follows:

	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
Series 2003 Refunding	3.00 - 3.90%	04/01/03	\$ 6,775,000	09/01/17	\$ 4,435,000	-	(565,000)		3,870,000	151,048
Series 2012 Refunding	2.00%	06/04/12	3,315,000	09/01/17		3,315,000	-		3,315,000	-
Total General Obligation Bonds					\$ 4,435,000	3,315,000	(565,000)	-	7,185,000	151,048

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

	YEAR						
	2013	2014	2015	2016	2017	2018	Total
Principal							
Series 2003 Refunding	\$ 3,870,000	-	-	-	-	-	3,870,000
Series 2012 Refunding	35,000	620,000	640,000	655,000	675,000	690,000	3,315,000
Total Principal	3,905,000	620,000	640,000	655,000	675,000	690,000	7,185,000
Interest							
Series 2003 Refunding	70,863	-	-	-	-	-	70,863
Series 2012 Refunding	48,823	59,400	46,800	33,850	20,550	6,900	216,323
Total Interest	119,686	59,400	46,800	33,850	20,550	6,900	287,186
Total Principal and Interest	\$ 4,024,686	679,400	686,800	688,850	695,550	696,900	7,472,186