

**UNIFIED SCHOOL DISTRICT NO. 244**

**Burlington, Kansas**

**Financial Statements**

**For the Year Ended June 30, 2012**

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UNIFIED SCHOOL DISTRICT NO. 244  
Financial Statements  
For the Year Ended June 30, 2012

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UNIFIED SCHOOL DISTRICT NO. 244  
Financial Statements  
For the Year Ended June 30, 2012

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INDEPENDENT AUDITOR'S REPORT ON  
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

Board of Education  
Unified School District No. 244  
Burlington, Kansas

We have audited the summary statement of cash receipts, expenditures, and unencumbered cash balances of Unified School District No. 244, Burlington, Kansas, (the District) as of and for the year ended June 30, 2012. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year partial comparative information has been derived from the District's financial statements for the year ended June 30, 2011. In our report dated August 31, 2011, on those financial statements, we expressed an adverse opinion as to presentation on the basis of generally accepted accounting principles and an unqualified opinion as to presentation on the Kansas prescribed basis of accounting.

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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we express no such opinion. 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 presentation. We believe that our audit provides a reasonable basis for our opinion.

As described more fully in Note 1, the District prepares this financial statement using the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget of the state of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these statutory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, 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 the Unified School District No. 244, Burlington, Kansas, as of June 30, 2012, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

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Also, in our opinion, the financial statements referred to above present fairly, in all material respects, the aggregate cash and unencumbered cash balance of the District, as of June 30, 2012, and the aggregate cash receipts and expenditures for the year then ended, on the basis of accounting described in Note 1.

The financial statements include partial prior-year comparative information. Such information does not include all of the information required for a presentation in conformity with the Kansas prescribed basis of accounting. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2011, from which such partial information was derived.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 9, 2012, on our consideration of the District'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was 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, and the schedule of cash receipts, expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations," and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The 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 as a whole.

*Mike Houser: Company PA*

November 9, 2012

UNIFIED SCHOOL DISTRICT NO. 244  
Summary of Cash Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2012

<u>Funds</u>	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Types:							
General Funds							
General	\$ -	\$ -	\$ 8,134,498	\$ 8,131,049	\$ 3,449	\$ -	\$ 3,449
Supplemental General	32,305	-	2,124,766	2,117,246	39,825	-	39,825
Special Purpose Funds:							
Four Year Old At Risk	25,000	-	28,688	28,688	25,000	-	25,000
At Risk	100,000	-	478,171	478,171	100,000	-	100,000
Capital Outlay	2,407,600	-	1,498,387	1,465,374	2,440,613	-	2,440,613
Driver Training	37,821	-	13,861	14,931	36,751	-	36,751
Food Service	145,713	-	463,108	451,318	157,503	-	157,503
Professional Development	87,138	-	36,536	24,634	99,040	-	99,040
Special Education	793,523	-	1,981,740	1,844,516	930,747	-	930,747
Vocational Education	281,695	-	423,895	361,143	344,447	-	344,447
KPERS Special Retirement Contribution	-	-	753,309	753,309	-	-	-
Special Education Cooperative	666,624	-	1,358,912	1,353,324	672,212	-	672,212
Recreation Commission	114,502	-	699,728	706,900	107,330	-	107,330
Recreation Commission Employee							
Benefits and Special Liability	56,377	-	1,777	39,000	19,154	-	19,154
Textbook and Student Materials Revolving	189,766	-	57,840	9,490	238,116	-	238,116
Grant	99,408	-	311,406	294,386	116,428	-	116,428
Contingency Reserve	324,935	-	68,315	-	393,250	-	393,250
District Activity	54,984	-	156,495	169,717	41,762	-	41,762
<b>Total</b>	<b>\$ 5,417,391</b>	<b>\$ -</b>	<b>\$ 18,591,432</b>	<b>\$ 18,243,196</b>	<b>\$ 5,765,627</b>	<b>\$ -</b>	<b>\$ 5,765,627</b>

COMPOSITION OF CASH:

Central National Bank	
Demand Accounts	\$ 1,629,082
Total Central National Bank	<u>1,629,082</u>
First National Bank of Kansas	
Demand Accounts	16,502
Total First National Bank of Kansas	<u>16,502</u>
Citizens State Bank	
Demand Accounts	4,181,085
Total Citizens State Bank	<u>4,181,085</u>
 Total Cash	 5,826,669
Less: Agency Funds per Statement 4	<u>[61,042]</u>
Total Primary Government (excluding Agency Funds)	<u>\$ 5,765,627</u>

UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Financial Statements  
For the Year Ended June 30, 2012

NOTE 1 - Summary of Significant Accounting Policies

Reporting Entity

Unified School District No. 244 (the District) is a municipal corporation governed by an elected seven-member board. These financial statements include all the accounts for which the District is considered to be financially accountable. However, the District's only discretely presented component unit, the Burlington Recreation Commission, is not included in these financial statements.

Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, and marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Departure from Generally Accepted Accounting Principles

The basis of accounting described above results in a financial statement presentation which shows cash receipts (except as noted), cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented.

Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. 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, temporary notes and compensated absences are not presented in the financial statements. Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase, as required by state statutes.

Regulatory Basis Fund Types

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



UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Financial Statements  
For the Year Ended June 30, 2012

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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

General Fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Fiduciary Fund - used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support the government's own programs (i.e. payroll clearing fund, student organization fund, permanent trust funds, etc.).

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, and special revenue funds (unless specifically exempted by statute). 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.

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. The District did not amend the budget.

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. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for the following special revenue funds: Textbook and Student Materials Revolving, Contingency Reserve, and District Activity.

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.

UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Financial Statements  
For the Year Ended June 30, 2012

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Ad Valorem Tax Revenues

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuations on January 1, and the County Clerk spreads the annual assessment on the tax rolls. Property taxes are levied as of November 1 and become a lien on the property as of that date. Payments are due November 1, becoming delinquent, with penalty, December 21. Payments of 50% are accepted through December 20, with the second 50% then being due on or before May 10 of the following year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the District, is on or before January 20 of the ensuing year. Additional amounts are distributed on four (4) subsequent dates throughout the calendar year.

NOTE 2 – Deposits and Investments

*Deposits.* K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the 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.

*Investments.* K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. As of June 30, 2012, the District held no such investments.

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

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District has no designated "peak periods". All deposits were legally secured at June 30, 2012.

At June 30, 2012, the District's carrying amount of deposits was \$5,826,669 and the bank balance was \$7,692,324. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$3,668,676 was covered by federal depository insurance and the balance of \$4,023,648 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.

*Substance receipt in transit.* The District received \$69,356 subsequent to June 30, 2012 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, 2012.

UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Financial Statements  
For the Year Ended June 30, 2012

NOTE 3 - Interfund Transactions

Transfers were as follows:

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	\$ 391,204
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6433	223,813
Supplemental General Fund	At Risk Fund	K.S.A. 72-6433	283,896
Supplemental General Fund	Four Year Old At Risk Fund	K.S.A. 72-6433	24,204
Supplemental General Fund	Textbook and Student Materials Revolving Fund	K.S.A. 72-6433	1,242
Special Education Fund	Coop Special Education Fund	K.S.A. 72-968	280,588
General Fund	Four Year Old At Risk Fund	K.S.A. 72-6428	4,484
General Fund	At Risk Fund	K.S.A. 72-6428	194,275
General Fund	Special Education Fund	K.S.A. 72-6428	1,392,185
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	68,315
General Fund	Food Service Fund	K.S.A. 72-6428	27,810
General Fund	Professional Development Fund	K.S.A. 72-6428	15,184
General Fund	Textbook and Student Materials Revolving Fund	K.S.A. 72-6428	28,358
General Fund	Vocational Education Fund	K.S.A. 72-6428	200,042
Total			<u>\$ 3,135,600</u>

NOTE 4 - 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. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas, 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 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS 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 at 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 employers share. Estimated Kansas contributions to KPERS for the District employees for the years ending June 30, 2012, 2011, and 2010 were \$753,309, \$455,893, and \$541,807, respectively, equal to the required contributions for each year.

NOTE 5 - Compensated Absences

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

The District's policy for vacation permits all non-certified employees whose period of employment is for 12 months to accumulate vacation days at the rate of 5 days for each 6 months. Unused vacation days may be carried forward to the next year but may not accumulate to more than 25% days during any contract year. Unused vacation days will be counted toward severance pay at termination of employment. As of June 30, 2012, the maximum potential liability for vacation pay is \$25,592.

UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Financial Statements  
For the Year Ended June 30, 2012

NOTE 5 - Compensated Absences (Continued)

The District has also adopted a policy regarding sick and personal leave. Full-time certified and non-certified employees will be granted an aggregate total of 12 and 10 working days of leave per year, respectively. The policy requires that excess leave days at the end of the year can be placed in the leave bank or purchased by the District in accordance with the following restrictions. Certified employees may accumulate a total of 70 days in the leave bank. Non-certified employees have no minimum requirement of leave days to be maintained in the bank but they may accumulate up to 70 days in the leave bank. At their discretion, the non-certified personnel can sell back leave days up to a maximum of 10 days per year at one-half of the daily rate. Certified and non-certified personnel who retire may sell their remaining days in the leave bank at \$85 per day or one-half of the daily rate, respectively. As of June 30, 2012, the maximum potential liability for banked sick leave is \$349,060.

NOTE 6 - Termination Benefits

The District also offers termination benefits to certified personnel who will be at least sixty (60) years of age and not more than sixty-five (65) years of age on or before June 30 of the current school year and have 15 years or more of certified full-time employment service with the District and are eligible to receive retirement benefits from either the KPERS or the Social Security Administration. The employee must notify the District by January 1 (or the first day of school following winter vacation) preceding the anticipated retirement date. The amount of the annual compensation for the five years following retirement is determined as follows:

<u>Years of Age</u>	<u>Compensation</u>
60	\$ 5,500
61	5,000
62	4,500
63	4,000
64	3,500
65	2,500

The actual amount of termination benefits paid out to retirees in the year ended June 30, 2012 was \$56,500.

The employees who retire under the plan are eligible to continue in the health insurance plan of the District with the employee paying for the insurance.

The outstanding liability for the retirees who have accepted this offer is as shown below.

<u>Year Ended</u>	<u>Outstanding</u>
<u>June 30,</u>	<u>Liability</u>
2013	\$ 49,000
2014	43,000
2015	34,500
2016	13,500
2017	<u>2,500</u>
Total	<u>\$ 142,500</u>

UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Financial Statements  
For the Year Ended June 30, 2012

NOTE 7 - Contingencies

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material negative effect on the financial statements of the District at June 30, 2012.

NOTE 8 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; natural disasters and other events for which the District carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 9 – Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government 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 this financial statement.

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

SCHEDULE 1

UNIFIED SCHOOL DISTRICT NO. 244  
Summary of Expenditures - Actual and Budget  
(Budgeted Funds Only)  
Regulatory Basis  
For the Year Ended June 30, 2012

Funds	<u>Certified Budget</u>	Adjustment to Comply with Legal Max Budget	Adjustment for Qualifying Budget Credits	<u>Total Budget for Comparison</u>	Expenditures Chargeable to Current Year Budget	Variance Over [Under]
Governmental Fund Types:						
General Funds						
General	\$ 6,189,372	\$ [35,532]	\$ -	\$ 6,153,840	\$ 6,153,840	\$ -
Supplemental General	2,117,246	-	-	2,117,246	\$ 2,117,246	-
Special Revenue Funds:						
Four Year Old At Risk	53,883	-	-	53,883	28,688	25,195
At Risk	519,776	-	-	519,776	478,171	41,605
Capital Outlay	3,787,684	-	-	3,787,684	1,465,374	2,322,310
Driver Training	51,391	-	-	51,391	14,931	36,460
Food Service	530,472	-	-	530,472	451,318	79,154
Professional Development	87,139	-	-	87,139	24,634	62,505
Special Education	2,442,852	-	-	2,442,852	1,844,516	598,336
Vocational Education	477,779	-	-	477,779	361,143	116,636
KPERs Special Retirement Contribution	834,283	-	-	834,283	753,309	80,974
Special Education Cooperative	1,700,246	-	-	1,700,246	1,353,324	346,922
Recreation Commission	706,900	-	-	706,900	706,900	-
Recreation Commission Employee						
Benefits and Special Liability	39,000	-	-	39,000	39,000	-
Grant	185,643	-	-	185,643	294,386	[108,743]

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
General Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenues:				
Ad valorem tax	\$ 6,828,251	\$ 6,885,382	\$ 6,766,700	\$ 118,682
Delinquent tax	7,185	-	2,397	[2,397]
Mineral production	280	50	-	50
State aid	1,322,331	1,232,246	1,280,330	[48,084]
Federal aid	177,502	2,668	-	2,668
Miscellaneous	19,732	14,152	-	14,152
Total Cash Receipts	<u>8,355,281</u>	<u>8,134,498</u>	<u>\$ 8,049,427</u>	<u>\$ 85,071</u>
Expenditures				
Instruction	2,385,853	2,336,310	\$ 2,739,327	\$ 403,017
Student support services	257,671	276,195	287,050	10,855
Instructional support services	335,249	238,152	322,500	84,348
General administration	167,016	166,819	186,500	19,681
School administration	454,817	477,128	487,100	9,972
Operations and maintenance	462,119	519,292	500,250	[19,042]
Student transportation service	-	33,770	-	[33,770]
Other support services	75,752	133,030	87,319	[45,711]
Student activities	27,117	42,491	-	[42,491]
Transfers out	2,179,669	1,930,653	1,579,326	[351,327]
Adjustment to comply with legal max budget	-	-	[35,532]	[35,532]
Total Expenditures	<u>6,345,263</u>	<u>6,153,840</u>	<u>\$ 6,153,840</u>	<u>\$ -</u>
Excess local effort paid to the State of Kansas	<u>2,010,018</u>	<u>1,977,209</u>		
Receipts Over [Under] Expenditures	-	3,449		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 3,449</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Supplemental General Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenues:				
Ad valorem tax	\$ 2,066,418	\$ 2,094,175	\$ 2,104,001	\$ [9,826]
Delinquent tax	2,555	-	726	[726]
Motor vehicle tax	26,413	25,579	22,505	3,074
Recreational vehicle tax	1,372	1,286	1,213	73
Miscellaneous	<u>2,700</u>	<u>3,726</u>	<u>-</u>	<u>3,726</u>
Total Cash Receipts	<u>2,099,458</u>	<u>2,124,766</u>	<u>\$ 2,128,445</u>	<u>\$ [3,679]</u>
Expenditures				
Instruction	640,730	625,219	\$ 533,307	\$ [91,912]
Student support services	17,760	20,415	17,760	[2,655]
Instructional support services	17,270	16,925	16,500	[425]
General administration	4,440	6,056	4,440	[1,616]
School administration	16,650	8,083	16,000	7,917
Operations and maintenance	350,331	263,265	490,000	226,735
Student transportation service	263,501	250,723	344,493	93,770
Other supplemental services	8,880	2,201	-	[2,201]
Transfers out	<u>772,815</u>	<u>924,359</u>	<u>694,746</u>	<u>[229,613]</u>
Total Expenditures	<u>2,092,377</u>	<u>2,117,246</u>	<u>\$ 2,117,246</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	7,081	7,520		
Unencumbered Cash, Beginning	<u>25,224</u>	<u>32,305</u>		
Unencumbered Cash, Ending	<u>\$ 32,305</u>	<u>\$ 39,825</u>		

See independent auditor's report on the financial statements.



UNIFIED SCHOOL DISTRICT NO. 244  
Four Year Old At Risk Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Transfers in	\$ 75,736	\$ 28,688	\$ 28,883	\$ [195]
Total Cash Receipts	<u>75,736</u>	<u>28,688</u>	<u>\$ 28,883</u>	<u>\$ [195]</u>
Expenditures				
Instruction	<u>50,736</u>	<u>28,688</u>	<u>\$ 53,883</u>	<u>\$ 25,195</u>
Total Expenditures	<u>50,736</u>	<u>28,688</u>	<u>\$ 53,883</u>	<u>\$ 25,195</u>
Receipts Over [Under] Expenditures	25,000	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>25,000</u>		
Unencumbered Cash, Ending	<u>\$ 25,000</u>	<u>\$ 25,000</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
At Risk Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Reimbursed expenses	\$ -	\$ -	\$ 20,000	\$ [20,000]
Transfers in	<u>508,660</u>	<u>478,171</u>	<u>399,776</u>	<u>78,395</u>
Total Cash Receipts	<u>508,660</u>	<u>478,171</u>	<u>\$ 419,776</u>	<u>\$ 58,395</u>
Expenditures				
Instruction	<u>408,660</u>	<u>478,171</u>	<u>\$ 519,776</u>	<u>\$ 41,605</u>
Total Expenditures	<u>408,660</u>	<u>478,171</u>	<u>\$ 519,776</u>	<u>\$ 41,605</u>
Receipts Over [Under] Expenditures	100,000	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>100,000</u>		
Unencumbered Cash, Ending	<u>\$ 100,000</u>	<u>\$ 100,000</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Capital Outlay Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Cash Receipts				
Taxes and Shared Revenues:				
Ad valorem tax	\$ 1,380,440	\$ 1,384,937	\$ 1,363,646	\$ 21,291
Delinquent tax	1,785	-	485	[485]
Motor vehicle tax	18,216	17,231	15,147	2,084
Investment income	9,014	6,513	817	5,696
Recreational vehicle tax	946	866	-	866
Miscellaneous	18,178	88,840	-	88,840
Total Cash Receipts	<u>1,428,579</u>	<u>1,498,387</u>	<u>\$ 1,380,095</u>	<u>\$ 118,292</u>
Expenditures				
Capital outlay	<u>1,020,693</u>	<u>1,465,374</u>	<u>\$ 3,787,684</u>	<u>\$ 2,322,310</u>
Total Expenditures	<u>1,020,693</u>	<u>1,465,374</u>	<u>\$ 3,787,684</u>	<u>\$ 2,322,310</u>
Receipts Over [Under] Expenditures	407,886	33,013		
Unencumbered Cash, Beginning	<u>1,999,714</u>	<u>2,407,600</u>		
Unencumbered Cash, Ending	<u>\$ 2,407,600</u>	<u>\$ 2,440,613</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Driver Training Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
State aid	\$ 2,590	\$ 3,666	\$ 4,070	\$ [404]
Miscellaneous	<u>8,400</u>	<u>10,195</u>	<u>9,500</u>	<u>695</u>
Total Cash Receipts	<u>10,990</u>	<u>13,861</u>	<u>\$ 13,570</u>	<u>\$ 291</u>
Expenditures				
Instruction	8,151	13,031	\$ 34,900	\$ 21,869
Operations and maintenance	<u>-</u>	<u>1,900</u>	<u>16,491</u>	<u>14,591</u>
Total Expenditures	<u>8,151</u>	<u>14,931</u>	<u>\$ 51,391</u>	<u>\$ 36,460</u>
Receipts Over [Under] Expenditures	2,839	[1,070]		
Unencumbered Cash, Beginning	<u>34,982</u>	<u>37,821</u>		
Unencumbered Cash, Ending	<u>\$ 37,821</u>	<u>\$ 36,751</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Food Service Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Federal aid	\$ 221,531	\$ 214,242	\$ 205,607	\$ 8,635
State aid	5,141	5,634	3,894	1,740
Charges for services	211,781	210,152	175,258	34,894
Reimbursed expenses	4,014	3,920	-	3,920
Miscellaneous	400	1,350	-	1,350
Transfers in	40,945	27,810	-	27,810
Total Cash Receipts	<u>483,812</u>	<u>463,108</u>	<u>\$ 384,759</u>	<u>\$ 78,349</u>
Expenditures				
Food service operation	423,055	432,450	\$ 498,472	\$ 66,022
Operations and maintenance	<u>24,208</u>	<u>18,868</u>	<u>32,000</u>	<u>13,132</u>
Total Expenditures	<u>447,263</u>	<u>451,318</u>	<u>\$ 530,472</u>	<u>\$ 79,154</u>
Receipts Over [Under] Expenditures	36,549	11,790		
Unencumbered Cash, Beginning	<u>109,164</u>	<u>145,713</u>		
Unencumbered Cash, Ending	<u>\$ 145,713</u>	<u>\$ 157,503</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Professional Development Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Federal aid	\$ 9,581	\$ 8,498	\$ -	\$ 8,498
Miscellaneous	1,043	12,854	-	12,854
Transfers in	-	15,184	-	15,184
Total Cash Receipts	<u>10,624</u>	<u>36,536</u>	<u>\$ -</u>	<u>\$ 36,536</u>
Expenditures				
Instructional support	<u>11,669</u>	<u>24,634</u>	<u>\$ 87,139</u>	<u>\$ 62,505</u>
Total Expenditures	<u>11,669</u>	<u>24,634</u>	<u>\$ 87,139</u>	<u>\$ 62,505</u>
Receipts Over [Under] Expenditures	[1,045]	11,902		
Unencumbered Cash, Beginning	<u>88,183</u>	<u>87,138</u>		
Unencumbered Cash, Ending	<u>\$ 87,138</u>	<u>\$ 99,040</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Special Education Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
State aid	\$ -	\$ 198,321	\$ -	\$ 198,321
Miscellaneous	53,061	30	-	30
Transfers in	<u>1,830,959</u>	<u>1,783,389</u>	<u>1,649,330</u>	<u>134,059</u>
Total Cash Receipts	<u>1,884,020</u>	<u>1,981,740</u>	<u>\$ 1,649,330</u>	<u>\$ 332,410</u>
Expenditures				
Instruction	1,369,113	1,494,873	\$ 1,862,159	\$ 367,286
Student support services	-	-	49,000	49,000
Operations and maintenance	33,472	9,143	182,423	173,280
Vehicle operating services	93,930	59,912	349,270	289,358
Transfers out	<u>260,572</u>	<u>280,588</u>	-	<u>[280,588]</u>
Total Expenditures	<u>1,757,087</u>	<u>1,844,516</u>	<u>\$ 2,442,852</u>	<u>\$ 598,336</u>
Receipts Over [Under] Expenditures	126,933	137,224		
Unencumbered Cash, Beginning	<u>666,590</u>	<u>793,523</u>		
Unencumbered Cash, Ending	<u>\$ 793,523</u>	<u>\$ 930,747</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Vocational Education Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Cash Receipts				
Reimbursed expenses	\$ 764	\$ 40	\$ -	\$ 40
Other local sources	150	-	-	-
Transfers in	<u>396,184</u>	<u>423,855</u>	<u>196,083</u>	<u>227,772</u>
Total Cash Receipts	<u>397,098</u>	<u>423,895</u>	<u>\$ 196,083</u>	<u>\$ 227,812</u>
Expenditures				
Instruction	335,845	341,696	\$ 433,779	\$ 92,083
Operations and maintenance	<u>21,596</u>	<u>19,447</u>	<u>44,000</u>	<u>24,553</u>
Total Expenditures	<u>357,441</u>	<u>361,143</u>	<u>\$ 477,779</u>	<u>\$ 116,636</u>
Receipts Over [Under] Expenditures	39,657	62,752		
Unencumbered Cash, Beginning	<u>242,038</u>	<u>281,695</u>		
Unencumbered Cash, Ending	<u>\$ 281,695</u>	<u>\$ 344,447</u>		

See independent auditor's report on the financial statements.



UNIFIED SCHOOL DISTRICT NO. 244  
KPERs Special Retirement Contribution Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
State aid	\$ 455,893	\$ 753,309	\$ 834,283	\$ [80,974]
Total Cash Receipts	<u>455,893</u>	<u>753,309</u>	<u>\$ 834,283</u>	<u>\$ [80,974]</u>
Expenditures				
Instruction	<u>455,893</u>	<u>753,309</u>	<u>\$ 834,283</u>	<u>\$ 80,974</u>
Total Expenditures	<u>455,893</u>	<u>753,309</u>	<u>\$ 834,283</u>	<u>\$ 80,974</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Special Education Cooperative Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
State aid	\$ 106,224	\$ 89,787	\$ 184,401	\$ [94,614]
Federal aid	566,736	733,164	559,354	173,810
Other district contributions	119,678	255,373	90,000	165,373
Miscellaneous	-	-	200,000	[200,000]
Transfers in	<u>260,572</u>	<u>280,588</u>	<u>-</u>	<u>280,588</u>
Total Cash Receipts	<u>1,053,210</u>	<u>1,358,912</u>	<u>\$ 1,033,755</u>	<u>\$ 325,157</u>
Expenditures				
Instruction	1,097,055	531,005	\$ 592,587	\$ 61,582
Student support services	-	661,020	774,414	113,394
General administration	-	134,761	153,900	19,139
Operations and maintenance	-	7,481	179,345	171,864
Student transportation service	<u>-</u>	<u>19,057</u>	<u>-</u>	<u>[19,057]</u>
Total Expenditures	<u>1,097,055</u>	<u>1,353,324</u>	<u>\$ 1,700,246</u>	<u>\$ 346,922</u>
Receipts Over [Under] Expenditures	[43,845]	5,588		
Unencumbered Cash, Beginning	<u>710,469</u>	<u>666,624</u>		
Unencumbered Cash, Ending	<u>\$ 666,624</u>	<u>\$ 672,212</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Recreation Commission Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenues:				
Ad valorem tax	\$ 518,342	\$ 692,942	\$ 680,863	\$ 12,079
Delinquent tax	678	-	181	[181]
Motor vehicle tax	6,832	6,461	5,680	781
Recreational vehicle tax	355	325	306	19
Total Cash Receipts	<u>526,207</u>	<u>699,728</u>	<u>\$ 687,030</u>	<u>\$ 12,698</u>
Expenditures				
Transfers to component unit	<u>673,000</u>	<u>706,900</u>	<u>\$ 706,900</u>	<u>\$ -</u>
Total Expenditures	<u>673,000</u>	<u>706,900</u>	<u>\$ 706,900</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	[146,793]	[7,172]		
Unencumbered Cash, Beginning	<u>261,295</u>	<u>114,502</u>		
Unencumbered Cash, Ending	<u>\$ 114,502</u>	<u>\$ 107,330</u>		

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Recreation Commission Employee Benefits and Special Liability Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2012  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenues:				
Ad valorem tax	\$ 98,530	\$ 835	\$ 906	\$ [71]
Delinquent tax	77	-	35	[35]
Motor vehicle tax	765	865	789	76
Recreational vehicle tax	40	39	42	[3]
Miscellaneous	129	38	-	38
Total Cash Receipts	<u>99,541</u>	<u>1,777</u>	<u>\$ 1,772</u>	<u>\$ 5</u>
Expenditures				
Transfers to component unit	<u>72,750</u>	<u>39,000</u>	<u>\$ 39,000</u>	<u>\$ -</u>
Total Expenditures	<u>72,750</u>	<u>39,000</u>	<u>\$ 39,000</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	26,791	[37,223]		
Unencumbered Cash, Beginning	<u>29,586</u>	<u>56,377</u>		
Unencumbered Cash, Ending	<u>\$ 56,377</u>	<u>\$ 19,154</u>		

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Cash Receipts and Expenditures - Actual  
Textbook and Student Materials Revolving Fund \*  
For the Year Ended June 30, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Charges for services	\$ 27,898	\$ 28,155
Miscellaneous	185	85
Transfers in	-	29,600
Total Cash Receipts	<u>28,083</u>	<u>57,840</u>
Expenditures		
Instruction	<u>3,095</u>	<u>9,490</u>
Total Expenditures	<u>3,095</u>	<u>9,490</u>
Receipts Over [Under] Expenditures	24,988	48,350
Unencumbered Cash, Beginning	<u>164,778</u>	<u>189,766</u>
Unencumbered Cash, Ending	<u>\$ 189,766</u>	<u>\$ 238,116</u>

\* This fund is not required to be budgeted.

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Grant Funds  
For the Year Ended June 30, 2012

	<u>Title I</u>	<u>21st Century</u>	<u>Team Nutrition</u>	<u>Teacher Quality</u>	<u>Actual</u>	<u>Budget</u>	Variance Over [Under]
Cash Receipts							
Federal aid	\$ 125,481	\$ 56,000	\$ 82,425	\$ 32,196	\$ 296,102	\$ 177,062	\$ 119,040
Reimbursements and miscellaneous	-	9,336	5,968	-	15,304	-	15,304
Total Cash Receipts	<u>125,481</u>	<u>65,336</u>	<u>88,393</u>	<u>32,196</u>	<u>311,406</u>	<u>\$ 177,062</u>	<u>\$ 134,344</u>
Expenditures							
Instruction	125,481	71,143	58,884	32,196	287,704	\$ 179,643	\$ [108,061]
Support services	-	6,682	-	-	6,682	6,000	[682]
Total Expenditures	<u>125,481</u>	<u>77,825</u>	<u>58,884</u>	<u>32,196</u>	<u>294,386</u>	<u>\$ 185,643</u>	<u>\$ [108,743]</u>
Receipts Over [Under] Expenditures	-	[12,489]	29,509	-	17,020		
Unencumbered Cash, Beginning	-	68,922	30,486	-	99,408		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 56,433</u>	<u>\$ 59,995</u>	<u>\$ -</u>	<u>\$ 116,428</u>		

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Cash Receipts and Expenditures - Actual  
Contingency Reserve Fund \*  
For the Year Ended June 30, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfers in	\$ 100,000	\$ 68,315
Total Cash Receipts	<u>100,000</u>	<u>68,315</u>
Expenditures		
Capital outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	100,000	68,315
Unencumbered Cash, Beginning	<u>224,935</u>	<u>324,935</u>
Unencumbered Cash, Ending	<u>\$ 324,935</u>	<u>\$ 393,250</u>

\* This fund is not required to be budgeted.

SCHEDULE 3

1 of 2

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Cash Receipts and Cash Disbursements  
Student Organization Funds  
For the Year Ended June 30, 2012

<u>FUND</u>	Beginning Cash <u>Balance</u>	Cash <u>Receipts</u>	Cash <u>Disbursements</u>	Ending Cash <u>Balance</u>
<b>ELEMENTARY SCHOOLS</b>				
Burlington Elementary School				
Student activities	\$ 1,578	\$ 2,861	\$ 2,068	\$ 2,371
Total Burlington Elementary School	<u>1,578</u>	<u>2,861</u>	<u>2,068</u>	<u>2,371</u>
<b>TOTAL ELEMENTARY SCHOOL FUNDS</b>	<u>1,578</u>	<u>2,861</u>	<u>2,068</u>	<u>2,371</u>
<b>MIDDLE SCHOOL</b>				
Burlington Middle School				
Library	1,070	2,391	2,603	858
Student council	9,102	15,808	11,285	13,625
Music	680	2,038	2,002	716
Yearbook	-	2,448	2,448	-
Total Burlington Middle School	<u>10,852</u>	<u>22,685</u>	<u>18,338</u>	<u>15,199</u>
<b>TOTAL MIDDLE SCHOOL FUNDS</b>	<u>10,852</u>	<u>22,685</u>	<u>18,338</u>	<u>15,199</u>

See independent auditor's report on the financial statements.



UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Cash Receipts and Cash Disbursements  
Student Organization Funds  
For the Year Ended June 30, 2012

<u>FUND</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
<b>HIGH SCHOOL FUNDS</b>				
Burlington High School				
BASIC	\$ 1,595	\$ 2,137	\$ 2,414	\$ 1,318
Class of '11	437	-	437	-
Class of '12	1,440	598	2,038	-
Class of '13	3,750	8,673	10,437	1,986
Class of '14	1,875	3,084	-	4,959
Class of '15	-	2,248	-	2,248
Classroom 116	84	1,898	1,847	135
FBLA	821	585	605	801
FCA	6,185	2,762	2,869	6,078
FFA	3,892	16,120	15,554	4,458
FCCLA	1,571	1,860	2,156	1,275
Forensics	180	360	419	121
Keim's Room	1,338	3,520	2,910	1,948
Master key	5,045	16,302	18,184	3,163
NHS	399	3,026	2,578	847
SADD	389	3,341	2,875	855
Scholars Bowl	264	152	-	416
Spanish	629	-	87	542
Student activities	183	-	-	183
Student council	1,619	6,187	6,131	1,675
Cat Tracks	1,407	4,550	3,743	2,214
Champions of Character	2,577	7,080	5,329	4,328
TSA	2,708	-	-	2,708
Wildcat cake and cookies	478	1,481	1,013	946
Wings	331	227	290	268
Total Burlington High School	<u>39,197</u>	<u>86,191</u>	<u>81,916</u>	<u>43,472</u>
<b>TOTAL HIGH SCHOOL ACTIVITY FUNDS</b>	<u>39,197</u>	<u>86,191</u>	<u>81,916</u>	<u>43,472</u>
<b>TOTAL STUDENT ORGANIZATION FUNDS</b>	<u>\$ 51,627</u>	<u>\$ 111,737</u>	<u>\$ 102,322</u>	<u>\$ 61,042</u>

See independent auditor's report on the financial statements.

SCHEDULE 4

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Cash Receipts, Expenditures and Unencumbered Cash  
District Activity Funds  
For the Year Ended June 30, 2012

<u>FUND</u>	Beginning Unencumbered Cash <u>Balance</u>	Prior Year Cancelled <u>Encumbrances</u>	Cash <u>Receipts</u>	<u>Expenditures</u>	Ending Unencumbered Cash <u>Balance</u>	Outstanding Encumbrances and Accounts <u>Payable</u>	Ending Cash <u>Balance</u>
Gate Receipts:							
Burlington Middle School							
Athletic	\$ 4,886	\$ -	\$ 10,867	\$ 8,774	\$ 6,979	\$ -	\$ 6,979
Fees/Charges	3,069	-	17,224	17,280	3,013	-	3,013
Burlington High School							
Athletic	17,408	-	104,098	105,711	15,795	-	15,795
Drama	<u>7,796</u>	<u>-</u>	<u>5,705</u>	<u>8,483</u>	<u>5,018</u>	<u>-</u>	<u>5,018</u>
Total Gate Receipts	<u>33,159</u>	<u>-</u>	<u>137,894</u>	<u>140,248</u>	<u>30,805</u>	<u>-</u>	<u>30,805</u>
District:							
Petty Cash	827	-	7,077	6,885	1,019	-	1,019
21st Century Community Learning	506	-	374	374	506	-	506
School Projects:							
Store Account and Sales Tax	1,512	-	2,423	2,416	1,519	-	1,519
Burlington Elementary School	1,727	-	381	381	1,727	-	1,727
Burlington High School							
Special band	<u>17,253</u>	<u>-</u>	<u>8,346</u>	<u>19,413</u>	<u>6,186</u>	<u>-</u>	<u>6,186</u>
Total School Projects	<u>21,825</u>	<u>-</u>	<u>18,601</u>	<u>29,469</u>	<u>10,957</u>	<u>-</u>	<u>10,957</u>
Total District Activity Funds	<u>\$ 54,984</u>	<u>\$ -</u>	<u>\$ 156,495</u>	<u>\$ 169,717</u>	<u>\$ 41,762</u>	<u>\$ -</u>	<u>\$ 41,762</u>

See independent auditor's report on the financial statements.

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2012

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Beginning Unencumbered Cash	Receipts	Expenditures	Ending Unencumbered Cash
<u>U.S. Department of Education</u>					
Impact Aid	84.041	\$ -	\$ 24,955	\$ 24,955	\$ -
Passed Through State					
Department of Education:					
Title I	84.010	-	125,481	125,481	-
Title VIB	84.027	-	353,506	353,506	-
Early Childhood - Preschool Grants	84.173	-	13,076	13,076	-
Twenty-first Century	84.287	-	56,000	55,000	1,000
Education Technology (ARRA)	84.386	182	1,443	1,625	-
Title II A	84.367	-	32,196	32,196	-
Title II D	84.318	-	25,500	25,500	-
Education Jobs Fund	84.410	-	2,668	2,668	-
Total U.S. Department of Education			<u>634,825</u>	<u>634,007</u>	
 <u>U.S. Department of Agriculture</u>					
Passed Through State					
Department of Education:					
School Breakfast Program	10.553	-	38,123	38,123	-
National School Lunch Program	10.555	-	176,654	176,654	-
Federal School Food Service	10.560	-	200	200	-
Team Nutrition Training Grant	10.574	-	350	350	-
Fresh Fruits and Vegetables	10.582	-	14,532	14,532	-
Total U.S. Department of Agriculture			<u>229,859</u>	<u>229,859</u>	
Total Expenditures of Federal Awards			<u>\$ 864,684</u>	<u>\$ 863,866</u>	

The accompanying notes are an integral part of this schedule.

UNIFIED SCHOOL DISTRICT NO. 244  
Notes to the Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2012

1. General

The accompanying Schedule of Expenditures of Federal Awards presents the expenditures of federal financial assistance programs of the District. All expenditures of federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule.

2. Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented on the Kansas statutory basis of accounting which includes cash disbursements, accounts payable and encumbrances.

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Findings and Questioned Costs  
For the Year Ended June 30, 2012

Section I - Summary of Auditor's Results

Financial Statements

Unqualified - Statutory Basis  
Adverse - GAAP

Type of auditor's report issued:

Internal control over financial reporting:

Material weakness(es) identified?

\_\_\_ Yes X No

Significant deficiency(ies) identified that are not  
considered to be material weaknesses?

\_\_\_ Yes X None reported

Noncompliance material to financial statements noted?

\_\_\_ Yes X No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?

\_\_\_ Yes X No

Significant deficiency(ies) identified that are not  
considered to be material weaknesses?

\_\_\_ Yes X None reported

Type of auditor's report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be  
reported in accordance with section 510(a)  
of Circular A-133?

\_\_\_ Yes X No

Identification of major programs:

CFDA Number(s)

Name of Federal Program or Cluster

84.010  
84.027, 84.173

Title I  
Special Education Cluster

Dollar threshold used to distinguish between  
type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?

\_\_\_ Yes X No

UNIFIED SCHOOL DISTRICT NO. 244  
Schedule of Findings and Questioned Costs - Continued  
For the Year Ended June 30, 2012

Section II - Financial Statement Findings

None Noted

Section III - Federal Award Findings and Questioned Costs

None Noted

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

Board of Education  
Unified School District No. 244  
Burlington, Kansas

We have audited the financial statements of the Unified School District No. 244 (the District), Burlington, Kansas, as of and for the year ended June 30, 2012, and have issued our report thereon dated November 9, 2012, which is a special report on the financial statements prepared in accordance with the Kansas prescribed basis of accounting. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

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

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

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#### Compliance and Other Matters

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

However, we noted certain other matters that we reported to management of the District in a separate letter dated November 9, 2012.

This communication is intended solely for the information and use of the Board of Education, administration, federal awarding agencies and pass through entities and is not intended to be and should not be used by anyone other than those specified parties.

*Mike Houser: Company PA*

November 9, 2012



**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**

Board of Education  
Unified School District No. 244  
Burlington, Kansas

**Compliance**

We have audited the compliance of the Unified School District No. 244 (the District), Burlington, Kansas, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. Major federal financial 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 the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District 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, 2012.

**Internal Control Over Compliance**

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

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

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

This communication is intended solely for the information and use of the Board of Education, administration, federal awarding agencies and pass through entities and is not intended to be and should not be used by anyone other than those specified parties.

*Mike Houser: Company PA*

November 9, 2012