

UNIFIED SCHOOL DISTRICT NO. 258

Financial Statements
and
Supplemental Information

with Independent Auditor's Report

For the Year Ended June 30, 2012

Unified School District No. 258
Humboldt, Kansas
Special Financial Statements
For the Fiscal Year Ended June 30, 2012

| <u>Item</u> | <u>Page Number</u> |
|---|------------------------|
| INTRODUCTORY SECTION | |
| Title Page | |
| Table of Contents | |
| FINANCIAL SECTION | |
| Independent Auditor's Report | 1-3 |
| Summary of Cash Receipts, Expenditures, and Unencumbered Cash | 4-5 |
| Notes to Financial Statements | 6-15 |
| ADDITIONAL INFORMATION | |
| Schedule 1 | |
| Summary of Expenditures - Actual and Budget | 16 |
| Schedule 2 | |
| Summary of Receipts and Expenditures - Individually Presented by Fund | |
| General Fund | 17-19 |
| Supplemental General Fund | 20 |
| Special Revenue Funds | |
| At Risk 4 Year Old | 21 |
| At Risk K-12 Fund | 22 |
| Capital Outlay Fund | 23 |
| Driver Training Fund | 24 |
| Food Service Fund | 25 |
| Special Education Fund | 26 |
| Vocational Education Fund | 27 |
| KPERs Special Retirement Contribution Fund | 28 |
| Contingency Reserve Fund | 29 |
| Textbook and Student Material Revolving Fund | 30 |
| Recreation Commission Fund | 31 |
| 21st Century Community Learning Centers Grant Fund | 32 |
| Charter Schools Fund | 33 |
| Technology Literacy Challenge Grant Fund | 34 |
| REAP Grant Fund | 35 |
| Special Mini-Grants Fund | 36 |
| Energy Incentive Program Fund | 37 |
| Title I Fund | 38 |
| Title I ARRA Fund | 39 |
| Improving Teacher Quality Fund | 40 |
| Comprehensive School Reform Fund | 41 |
| Health Care Grant Fund | 42 |
| Title II ARRA Fund | 43 |
| School Nurse Grant Fund | 44 |
| Safe and Supportive Schools Grant | 45 |
| ARRA Technology Rich Classroom Grant | 46 |

Unified School District No. 258
Humboldt, Kansas
Special Financial Statements
For the Fiscal Year Ended June 30, 2012

| <u>Item</u> | <u>Page Number</u> |
|---|------------------------|
| Debt Service Funds | |
| Bond and Interest Fund | 47 |
| Capital Project Funds | |
| School Building Remodeling Project Fund | 48 |
| Fiduciary, Expendable Trust Funds | |
| Health Insurance Refund | 49 |
| Youth Friends Fund | 50 |
| Schedule 3 | |
| Summary of Cash Receipts and Disbursements - Fiduciary Funds | 51 |
| Schedule 4 | |
| Summary of Cash Receipts, Expenditures and Unencumbered Cash - District Activity Funds | 52 |
| APPENDIX A | |
| Auditor's Report on Compliance and Internal Control – Government Auditing Standards | 53-54 |
| Auditor's Report on Compliance and Internal Control – OMB Circular A-133 | 55-56 |
| Schedule of Findings and Questioned Costs | 57 |
| Schedule of Expenditures of Federal Awards | 59 |

INDEPENDENT AUDITORS' REPORT

Board of Education
Unified School District No. 258
Humboldt, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 258, Humboldt, Kansas, as of and for the year ended June 30, 2012, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the Notes to Financial Statement, the financial statement is prepared by Unified School District No. 258, Humboldt, Kansas, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” 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 Unified School District No. 258, Humboldt, Kansas, as of June 30, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 258, Humboldt, Kansas, as of June 30, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 11, 2013 on our consideration of Unified School District No. 258, Humboldt, Kansas, internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unified School District No. 258, Humboldt, Kansas, internal control over financial reporting.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The Schedule of Expenditures of Federal Awards, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and the summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents), as required under the provisions of the Kansas Municipal Audit and Accounting Guide, are presented for analysis and are not a required part of the basic financial statement. 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 basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic 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 basic financial statement as a whole, on the basis of accounting described in Note 1.

Prior Year Comparative Analysis

The 2011 Actual columns presented in the individual fund schedules of cash receipts and expenditures actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2011 financial statement upon which we rendered an unqualified opinion dated March 13, 2012. The 2011 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statement. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 financial statement or to the 2011 financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 financial statement as a whole.

Restricted Use

This report is intended solely for the information and use of the governing body and management of Unified School District No. 258, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlatterbeck and Burns, LLC

March 11, 2013

Unified School District No. 258
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2012

| | | Beginning Unencumbered Cash Balance | Beginning Balance Adjustment | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|---|-----|---|------------------------------------|-------------------|------------------|--|--|------------------------|
| Governmental Type Funds: | | | | | | | | |
| General | (2) | \$ | 104 | 4,572,852 | 4,568,681 | 4,275 | 124,107 | 128,382 |
| Supplemental General | | 20,372 | | 1,326,568 | 1,271,000 | 75,940 | 70,115 | 146,055 |
| Special Purpose: | | | | | | | | |
| At Risk 4 Year Old | (2) | 282 | 35 | 33,091 | 32,891 | 517 | 6,378 | 6,895 |
| At Risk K-12 | | | | 264,306 | 255,334 | 8,972 | | 8,972 |
| Capital Outlay | | 965,728 | | 567,335 | 222,997 | 1,310,066 | 2,823 | 1,312,889 |
| Driver Training | | 2,087 | | 5,213 | 5,277 | 2,023 | 158 | 2,181 |
| Food Service | | 22,638 | | 361,326 | 358,664 | 25,300 | 35,808 | 61,108 |
| Special Education | | 8,260 | | 908,192 | 886,264 | 30,188 | 4,202 | 34,390 |
| Vocational Education | (2) | 16,094 | 189 | 446,520 | 448,059 | 14,744 | 9,890 | 24,634 |
| KPERS Special Retirement Contribution | (| 135,337) | | 365,078 | 229,741 | | | |
| Contingency Reserve | | 402,845 | | | | 402,845 | | 402,845 |
| Textbook and Student Material Revolving | | 19,964 | | 6,488 | | 26,452 | | 26,452 |
| Recreation Commission | | 27,211 | | 69,155 | 67,525 | 28,841 | | 28,841 |
| 21st Century Community Learning Centers | | | | 80,466 | 96,959 | (16,493) | 5,524 | (10,969) |
| Technology Literacy Challenge Grant | | 9,613 | | | 9,612 | 1 | 7,788 | 7,789 |
| REAP Grant | (2) | 18,363 | 115 | 8,350 | 46,956 | (20,128) | 20,534 | 406 |
| Special Mini-Grants | | 10,496 | | 4,260 | 3,045 | 11,711 | | 11,711 |
| Energy Incentive Program | | 4,098 | | | | 4,098 | | 4,098 |
| Title I | | 20,503 | | 94,060 | 104,780 | 9,783 | 9,666 | 19,449 |
| Improving Teacher Quality | | 7,813 | | 25,493 | 18,122 | 15,184 | 6,972 | 22,156 |
| Comprehensive School Reform | | 8 | | | | 8 | | 8 |
| Title II ARRA | (2) | | 18 | 1,443 | 1,443 | 18 | | 18 |
| Health Care Grant | | 1,985 | | | | 1,985 | | 1,985 |
| School Nurse Grant | (| 273) | | 44,772 | 34,788 | 9,711 | | 9,711 |
| Safe and Supportive Schools Grant | | | | 16,340 | 16,737 | (397) | | (397) |
| ARRA Technology Rich Classroom Grant | (2) | | 43 | 25,500 | 25,499 | 44 | 314 | 358 |
| Gate Receipts | | 743 | | 28,794 | 29,501 | 36 | | 36 |
| Special Projects | | 8,730 | | 36,061 | 29,713 | 15,078 | | 15,078 |
| Bond and Interest: | | | | | | | | |
| Bond and Interest | | 523,757 | | 774,732 | 773,580 | 524,909 | | 524,909 |
| Capital Projects: | | | | | | | | |
| School Building Remodeling Project | | 4 | | | | 4 | | 4 |
| Expendable Trusts: | | | | | | | | |
| Youth Friends | | 2,737 | | 1,500 | 97 | 4,140 | | 4,140 |
| Total Primary Government (1) | | <u>1,958,721</u> | <u>504</u> | <u>10,067,895</u> | <u>9,537,265</u> | <u>2,489,855</u> | <u>304,279</u> | <u>2,794,134</u> |

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

Unified School District No. 258
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2012

| | Beginning Unencumbered Cash Balance | Beginning Balance Adjustment | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Encumbrances and Accounts Payable | Ending Cash Balance |
|-----------------------------------|---|------------------------------------|----------|--------------|--|--|-------------------------|
| Composition of Cash: | | | | | | | |
| Certificates of Deposit | | | | | | | 1,092,264 |
| Demand Deposits | | | | | | | 1,032,582 |
| Due from State of Kansas | | | | | | | 707,655 |
| Petty Cash Advance | | | | | | | 825 |
| Less: Agency Funds per Schedule 3 | | | | | | | (39,194) |
| Adjustment for Rounding | | | | | | | <u>2</u> |
| Total Primary Government (1) | | | | | | | <u><u>2,794,134</u></u> |

(1) Excluding Agency Funds

(2) Beg Bal Adjust - Prior Year Encumbrances Cancelled

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

Note 1 Summary of Significant Accounting Policies

A. Reporting Entity

Principles Used in Determining Scope of Entity

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

B. Basis of Presentation

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

The following Regulatory Basis Fund Types comprise the financial activities of the school district for the year ending June 30, 2012:

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

Special Purpose Funds -- used to account for the proceeds of specific tax levies and other revenue sources that are intended for specific 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.

Capital project fund -- used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Trust Funds--funds used to report assets held in trust for the benefit of the municipal financial reporting entity.

Agency Funds -- funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

C. 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 regulatory basis of accounting involves the recognition of cash, cash equivalents, 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 Kansas Municipal Audit and Accounting Guide 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 School 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 School to use the regulatory basis of accounting.

D. Budgets

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended June 30, 2012, the District amended the budgets of the following funds in the amounts indicated:

| | | Original <u>Budget</u> | Amended <u>Budget</u> |
|------------------------|----|---------------------------|--------------------------|
| General Fund | \$ | 4,028,346 | 4,566,618 |
| Special Education Fund | | 885,995 | 890,153 |

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

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

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

A legal operating budget is not required for capital project funds, fiduciary funds, and the following special purpose funds of the District:

Contingency Reserve Fund
Textbook and Student Material Revolving Fund
21st Century Community Learning Centers Fund
Technology Literacy Challenge Grant Fund
REAP Grant Fund
Special Mini-Grants Fund
Energy Incentive Program Fund
Title I Fund
Improving Teacher Quality Fund
Comprehensive School Reform Fund
Title II ARRA Fund
Health Care Grant Fund
School Nurse Grant Fund
Safe and Supportive Schools Grant Fund
ARRA Technology Rich Classroom Grant Fund
Gate Receipts Fund
Special Projects Fund

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

E. Assets, Liabilities, and Fund Equity

Cash

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

Property Taxes and Other Receivables

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

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

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

F. Revenues and Expenditures

Property Tax Revenue Recognition

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

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

Reimbursed Expenses

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

Interfund Transactions

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

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

Note 2 In-Substance Receipt in Transit

The District received \$707,655 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. \$671,850 of these receipts were for the General Fund and \$35,805 for the Supplemental General Fund. The total of these amounts is displayed in the "Composition of Cash" as "Due from State of Kansas".

Note 3 Deposits and Investments

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

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

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

The District held no investments at June 30, 2012 and held no investments throughout the year.

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

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

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

At June 30, 2012, the carrying amount of the District's deposits was \$2,124,846 and the bank balance was \$2,733,633. Of the bank balance, \$560,345 was covered by federal depository insurance and the remaining \$2,173,288 was collateralized with securities held by the pledging financial institutions' agents in the School's name.

Note 4 **Long-term Debt**

General Obligation Bonds

Kansas schools are limited to aggregate debt not to exceed 14% of assessed valuation of tangible taxable property within the district. The School District's assessed valuation at June 30, 2012 was \$27,784,654 resulting in an initial debt limitation of \$3,889,852.

At June 30, 2012, the District has outstanding bonded indebtedness in the amount of \$6,130,000. This includes \$1,325,000 in Advance Refunding Bonds issued in September, 2008, plus \$681,436 of the 2005 School Building/Advance Refunding bond issue, which are Advance Refunding Bonds as well. This \$2,006,436 in Advance Refunding debt is exempt from the debt limitation, however Kansas Statutes require any debt which was defeased through refunding, but is still outstanding, to still be included in the debt limit computation (see next note). All of the defeased debt for the District has been retired. Therefore the adjusted debt outstanding is \$4,123,564. This exceeds the legal debt limitation in the amount of \$233,712. Authority to exceed the debt limitation was granted by the Kansas State Board of Education prior to the 2005 bond issue.

All of the above outstanding debt issues are to be retired through an annual property tax levy.

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

Prior Year Refunding of Debt

On December 28, 2005 the District issued \$6,875,000 in General Obligation Advance Refunding and School Improvement Bonds with interest rates ranging from 3.50% to 5.00%. \$5,900,000 of the proceeds of this issue were used in conjunction with a building project. The remaining \$975,000 was used to advance refund the remaining \$870,000 of the outstanding 1995 School Improvement bonds which were originally issued on February 15, 1995 with interest rates ranging from 5.30% to 7.00%. The net proceeds of the refunding portion of the bond issue (after issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the bonds until their final maturity in 2010. As of June 30, 2012, the 1995 School Improvement bonds have been fully retired by the escrow agent and the liability for those bonds has been removed from the District's financial statements.

On September 4, 2008 the District issued a total of \$1,625,000 in General Obligation Advance Refunding Bonds, in two series, with interest rates ranging from 3.00% to 5.50%. The proceeds of these issues were used to advance refund the remaining \$850,000 of the outstanding 1998 Advance Refunding bonds, along with \$695,000 of the 2005 Advance Refunding/School Improvement bonds, in an effort to smooth out future payments and prevent spikes in the local tax levy. The refunded 1998 bonds were called and retired immediately while the remainder of the proceeds were placed into an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the bonds until their final maturity in 2010. As of June 30, 2012, all of the refunded bonds are have been fully retired and the liability for those bonds has been removed from the District's financial statements.

Capital Lease Obligation

At June 30, 2012, the District is committed under two lease purchase agreements, which provided funds for energy system improvements in the District. Subsequent to June 30, 2012, the District refinanced one of these leases through the execution of a new lease purchase agreement (see Note 11).

Changes in Long-Term Debt

Changes in long-term debt for the year ending June 30, 2012 were as follows:

| <u>Issue</u> | <u>Interest Rate</u> | <u>Date of Issue</u> | <u>Amount of Issue</u> | <u>Date of Final Maturity</u> | <u>Balance Beginning of Year</u> | <u>Additions</u> | <u>Reductions/ Payments</u> | <u>Balance End of Year</u> | <u>Interest Paid</u> |
|--------------------------------------|----------------------|----------------------|------------------------|-------------------------------|----------------------------------|------------------|-----------------------------|----------------------------|----------------------|
| <u>General Obligation Bonds:</u> | | | | | | | | | |
| G.O. Improvement and Refunding Bonds | 3.50-5.00% | 12/28/05 | \$ 6,875,000 | 09/01/21 | 5,135,000 | | 330,000 | 4,805,000 | 228,870 |
| G.O. Refunding Bonds 2008 Series A | 3.00-4.50% | 09/04/08 | 910,000 | 09/01/21 | 760,000 | | | 760,000 | 31,665 |
| G.O. Refunding Bonds 2008 Series B | 4.65-5.50% | 09/04/08 | 715,000 | 09/01/15 | 715,000 | | 150,000 | 565,000 | 33,045 |
| <u>Capital Lease Obligations:</u> | | | | | | | | | |
| Energy Conservation Improvements | 4.58% | 06/26/06 | 1,100,000 | 07/15/21 | 840,697 | | 63,830 | 776,867 | 38,144 |
| QZAB Energy System Improvements | 1.50% | 07/01/07 | 600,000 | 07/10/17 | 420,000 | | 60,000 | 360,000 | 5,850 |
| <u>Contracted Liabilities:</u> | | | | | | | | | |
| Early Retirement Program | | | | | 32,863 | 19,558 | 26,642 | 25,779 | 0 |
| Total Contractual Indebtedness | | | | | <u>7,903,560</u> | <u>19,558</u> | <u>630,472</u> | <u>7,292,646</u> | <u>337,574</u> |

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

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

| <u>Principal</u> | | <u>2012-13</u> | <u>2013-14</u> | <u>2014-15</u> | <u>2015-16</u> | <u>2016-17</u> | <u>2017-18/ 2021-22</u> | <u>Total</u> |
|---------------------------|----|----------------|----------------|----------------|----------------|----------------|-----------------------------|------------------|
| General Obligation Bonds | \$ | 500,000 | 520,000 | 540,000 | 565,000 | 595,000 | 3,410,000 | 6,130,000 |
| Capital Lease Obligations | | 126,816 | 129,941 | 133,213 | 76,635 | 140,221 | 530,041 | 1,136,867 |
| Contracted Liabilities | | 19,620 | 4,417 | 1,742 | | | | 25,779 |
| Total Principal | | <u>646,436</u> | <u>654,358</u> | <u>674,955</u> | <u>641,635</u> | <u>735,221</u> | <u>3,940,041</u> | <u>7,292,646</u> |
| <u>Interest</u> | | | | | | | | |
| General Obligation Bonds | | 273,017 | 251,309 | 227,296 | 201,127 | 174,702 | 425,140 | 1,552,591 |
| Capital Lease Obligations | | 40,108 | 36,083 | 31,912 | 27,587 | 23,103 | 49,293 | 208,086 |
| Total Interest | | <u>313,125</u> | <u>287,392</u> | <u>259,208</u> | <u>228,714</u> | <u>197,805</u> | <u>474,433</u> | <u>1,760,677</u> |

Note 5 Claims and Judgments

The School participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School may be required to reimburse the grantor government. As of March 11, 2013, current year grant expenditures have not been audited, but the School believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the School.

During the course of its operations, the School is a party to various claims, legal actions and complaints. It is the opinion of the School's management that these matters are not anticipated to have a material impact on the School.

The School is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The School has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2011 to 2012, and there were no settlements that exceeded insurance coverage in the past three years.

Note 6 Interfund Transfers

| <u>From</u> | <u>To</u> | <u>Authority</u> | <u>Amount</u> |
|---------------------------|---------------------------|------------------|---------------|
| General Fund | At Risk 4-Year Old Fund | K.S.A. 72-6428 | \$ 10,000 |
| General Fund | At Risk K-12 Fund | K.S.A. 72-6428 | 231,172 |
| General Fund | Capital Outlay Fund | K.S.A. 72-6428 | 539,384 |
| General Fund | Special Education Fund | K.S.A. 72-6428 | 652,642 |
| General Fund | Vocational Education Fund | K.S.A. 72-6428 | 349,000 |
| Supplemental General Fund | At Risk K-12 Fund | K.S.A. 72-6433 | 33,134 |
| Supplemental General Fund | Food Service Fund | K.S.A. 72-6433 | 20,000 |
| Supplemental General Fund | Special Education Fund | K.S.A. 72-6433 | 255,550 |

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

Note 7 Other Long-Term Obligations from Operations

Compensated Absences.

The School District's policies regarding sick leave and vacation pay permit employees to accumulate 15 days of sick leave per year up to a maximum of 60 days and permit non-teaching personnel to accumulate one day per month vacation pay for the first ten years of service and one and one-half day per month thereafter. Policies prohibit payment for vacation time in lieu of time off and require the cancellation of unused vacation at the time of employment termination.

Early Retirement Incentive Plan

The School District has adopted an early retirement incentive plan for teaching personnel. Under this plan, teachers who were hired prior to the 2007-2008 school year, have six or more years service with the District and have achieved their fifty-fifth, but not their sixty-fifth birthday, or have 85 Kpers points, can receive a percentage of their final contracted salary per year, each year, until the age of sixty-five. Any teachers retiring under this plan can only draw benefits for a maximum of five years. Benefits are computed using the following scale:

| Year After Retirement | Years of Service | | |
|--------------------------|------------------|--------|-------|
| | 15 or More | 10-14 | 6-10 |
| 1st | 18.40% | 10.80% | 6.60% |
| 2nd | 18.40% | 10.80% | 6.60% |
| 3rd | 18.40% | 10.80% | 6.60% |
| 4th | 18.40% | 10.80% | 6.60% |
| 5th | 18.40% | 10.80% | 6.60% |

Defined Benefit Pension Plan

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

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009, KPER has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 4% of covered salary for Tier 1 members and 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

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

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

Note 8 Stewardship, Compliance, and Accountability

Compliance with Kansas Cash Basis Law

Expenditures and encumbrances exceeded the available cash in the following funds, in the amounts indicated:

| | | |
|--|----|--------|
| 21st Century Community Learning Centers Fund | \$ | 16,493 |
| REAP Grant Fund | | 20,128 |
| Safe and Supportive Schools Grant Fund | | 397 |

The negative balance in each of these funds was caused by expenditures of federal monies made in advance of federal grant reimbursement. The federal funds to reimburse these expenditures were drawn in the 2012-13 fiscal year.

Compliance with Kansas Budget Law

No violations.

Compliance with Kansas Depository Security Law

No violations.

Note 9 Economic Dependency

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

| | Total Revenue (1) | State Aid | % | Federal Aid | % |
|---------------------------|----------------------|--------------|-------|----------------|-------|
| General Fund | 4,572,852 | 4,107,819 | 89.8% | 1,830 | 0.0% |
| Supplemental General Fund | 1,326,568 | 610,090 | 46.0% | 0 | 0.0% |
| Bond and Interest Fund | 774,732 | 293,960 | 37.9% | 0 | 0.0% |
| Other Funds | 1,302,862 | 370,838 | 28.5% | 470,118 | 36.1% |
| Total All Funds (1) | 7,977,014 | 5,382,707 | 67.5% | 471,948 | 5.9% |

(1) Not including fund transfers

Note 10 On Behalf Payments for Fringe Benefits

The School recognizes as revenues and expenses cash contributions made by the State of Kansas to the Kansas Public Employees Retirement System (KPERS) on behalf of the School's employees. For the year ended June 30, 2012, the State made cash contributions of \$365,078. These contributions are recorded in the School's KPERS Contribution Fund as receipts and disbursements.

The State of Kansas reports these transactions on the cash basis of accounting and does not recognize encumbrances (i.e. commitments for unpaid contributions) as expenditures. Accordingly, the transactions reported in the School's KPERS Contribution Fund does not recognize any amounts due from the State for committed but unpaid contributions as of June 30, 2012.

Unified School District No. 258
Humboldt, Kansas
Notes to Financial Statements
For the Year Ended June 30, 2012

Note 11 Subsequent Events

Subsequent to June 30, 2012, the District entered into three new lease purchase agreements, with principal amounts as shown below:

| | | |
|---|----|-----------|
| Construction of Sports Complex | \$ | 2,000,000 |
| Installation of a Sports Lighting System | | 478,486 |
| Refinancing of existing Energy System Lease (1) | | 730,052 |

(1) To refinance the outstanding balance of the “Energy Conservation Improvements” Lease shown in note 4 to obtain a lower interest rate.

Unified School District No. 258
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2012

Schedule 1

| | <u>Certified Budget</u> | <u>Adjustment to Comply With Legal Max</u> | <u>Adjustment for Qualifying Budget Credits</u> | <u>Total Budget for Comparison</u> | <u>Expenditures Chargeable to Current Year</u> | <u>Variance Favorable (Unfavorable)</u> |
|---------------------------------------|-----------------------------|--|---|--|--|---|
| Governmental Type Funds: | | | | | | |
| General | \$ 4,566,618 | | 2,063 | 4,568,681 | 4,568,681 | |
| Supplemental General | 1,271,000 | | | 1,271,000 | 1,271,000 | |
| Special Revenue: | | | | | | |
| At Risk 4 Year Old | 55,009 | | | 55,009 | 32,891 | 22,118 |
| At Risk K-12 | 330,000 | | | 330,000 | 255,334 | 74,666 |
| Capital Outlay | 960,000 | | | 960,000 | 222,997 | 737,003 |
| Driver Training | 12,000 | | | 12,000 | 5,277 | 6,723 |
| Food Service | 350,000 | | 40,138 | 390,138 | 358,664 | 31,474 |
| Special Education | 890,153 | | | 890,153 | 886,264 | 3,889 |
| Vocational Education | 457,042 | | | 457,042 | 448,059 | 8,983 |
| KPERS Special Retirement Contribution | 391,247 | | | 391,247 | 229,741 | 161,506 |
| Recreation Commission | 67,525 | | | 67,525 | 67,525 | |
| Debt Service: | | | | | | |
| Bond and Interest | <u>773,680</u> | <u> </u> | <u> </u> | <u>773,680</u> | <u>773,580</u> | <u>100</u> |
| Totals | <u>10,124,274</u> | <u> </u> | <u>42,201</u> | <u>10,166,475</u> | <u>9,120,013</u> | <u>1,046,462</u> |

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

For the Year Ended June 30, 2012

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

| | | Current Year | | |
|---|-------------------------|---------------------------|------------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Ad Valorem Taxes | \$ 437,498 | 454,647 | 420,811 | 33,836 |
| Delinquent Taxes | 2,045 | 1,859 | 5,615 | (3,756) |
| Reimbursements | 41 | 2,063 | | 2,063 |
| Total Revenue from Local Sources | <u>439,584</u> | <u>458,569</u> | <u>426,426</u> | <u>32,143</u> |
| Revenue from County Sources | | | | |
| Revenue in Lieu of Taxes | 300 | 372 | | 372 |
| Revenue from State Sources | | | | |
| General State Aid | 2,878,464 | 3,454,977 | 3,486,550 | (31,573) |
| Mineral Production Tax | 1,249 | 291 | 1,000 | (709) |
| Special Education Aid | 582,796 | 652,642 | 652,642 | |
| Other State Aid | | 4,171 | | 4,171 |
| Total Revenue from State Sources | <u>3,462,509</u> | <u>4,112,081</u> | <u>4,140,192</u> | <u>(28,111)</u> |
| Revenue from Federal Sources | | | | |
| Federal Financial Assistance ARRA | 70,526 | | | |
| Federal Ed Jobs Program ARRA | 123,491 | 1,830 | | 1,830 |
| Total Revenue from Federal Sources | <u>194,017</u> | <u>1,830</u> | | <u>1,830</u> |
| Total Cash Receipts | <u>4,096,410</u> | <u>4,572,852</u> | <u>4,566,618</u> | <u>6,234</u> |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Certified Salaries | 1,317,484 | 1,524,968 | 1,357,483 | (167,485) |
| Group Insurance | 123,964 | 135,562 | 133,518 | (2,044) |
| Social Security | 101,260 | 116,126 | 102,260 | (13,866) |
| Communication Services | | 2,540 | | (2,540) |
| General Supplies and Materials | 5,763 | 73,370 | 4,500 | (68,870) |
| Miscellaneous Supplies | 7,291 | 22,218 | 7,200 | (15,018) |
| Property (Equipment & Furnishings) | | 87,371 | | (87,371) |
| Total Instruction | <u>1,555,762</u> | <u>1,962,155</u> | <u>1,604,961</u> | <u>(357,194)</u> |
| Support Services - Students | | | | |
| Certified Salaries | 103,814 | 97,823 | 103,814 | 5,991 |
| Group Insurance | 11,984 | | 12,068 | 12,068 |
| Social Security | 7,518 | 6,710 | 7,519 | 809 |
| General Supplies and Materials | 208 | 199 | 300 | 101 |
| Total Support Services - Students | <u>123,524</u> | <u>104,732</u> | <u>123,701</u> | <u>18,969</u> |
| Support Services - Instr. Staff | | | | |
| Certified Salaries | | | 20,000 | 20,000 |
| Non-Certified Salaries | 13,637 | 13,750 | 40,000 | 26,250 |
| Social Security | 184 | 174 | 185 | 11 |
| General Supplies and Materials | 495 | 620 | | (620) |
| Books and Periodicals | | 631 | 495 | (136) |
| Other | 1,093 | 1,374 | 1,100 | (274) |
| Total Support Services - Instr. Staff | <u>15,409</u> | <u>16,549</u> | <u>61,780</u> | <u>45,231</u> |
| General Administration | | | | |
| Certified Salaries | 85,750 | 87,022 | 87,400 | 378 |
| Non-Certified Salaries | 58,645 | 59,696 | 58,650 | (1,046) |
| Group Insurance | 13,590 | 14,829 | 13,590 | (1,239) |
| Social Security | 11,529 | 12,123 | 12,000 | (123) |
| Other Employee Benefits | 36,084 | 68,688 | 37,084 | (31,604) |
| Purchased Professional and Technical Services | 18,240 | 5,864 | 18,240 | 12,376 |
| Other Purchased Services | 12,255 | 12,625 | | (12,625) |
| Insurance | 35,453 | 25,410 | 36,000 | 10,590 |
| Communication Services | 3,709 | 3,155 | 4,000 | 845 |
| Other Miscellaneous Purchased Services | | | 11,000 | 11,000 |
| General Supplies and Materials | 5,340 | 7,689 | 6,000 | (1,689) |
| Miscellaneous Supplies | 6 | 928 | | (928) |
| Other | 17,871 | 18,843 | 18,000 | (843) |
| Total General Administration | <u>298,472</u> | <u>316,872</u> | <u>301,964</u> | <u>(14,908)</u> |

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

For the Year Ended June 30, 2012

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

| | | Current Year | | | |
|---|-------------------------|---------------------------|------------------|--|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) | |
| School Administration | | | | | |
| Certified Salaries | \$ 153,457 | 153,862 | 154,057 | 195 | |
| Non-Certified Salaries | 85,655 | 85,700 | 85,655 | (45) | |
| Group Insurance | 5,370 | 10,104 | 5,370 | (4,734) | |
| Social Security | 16,872 | 17,267 | 16,872 | (395) | |
| Other Purchased Services | | 2,615 | | (2,615) | |
| Communication Services | 13,187 | 10,244 | 14,485 | 4,241 | |
| General Supplies and Materials | 4,456 | 4,851 | 4,500 | (351) | |
| Miscellaneous Supplies | 86 | | | | |
| Other | 1,523 | 993 | 1,500 | 507 | |
| Total School Administration | <u>280,606</u> | <u>285,636</u> | <u>282,439</u> | <u>(3,197)</u> | |
| Support Services - Business | | | | | |
| Non-Certified Salaries | 3,382 | 1,742 | 3,382 | 1,640 | |
| Social Security | 239 | 158 | 340 | 182 | |
| Other Employee Benefits | 36,140 | | 37,240 | 37,240 | |
| General Supplies and Materials | | 889 | | (889) | |
| Total Support Services - Business | <u>39,761</u> | <u>2,789</u> | <u>40,962</u> | <u>38,173</u> | |
| Operations and Maintenance | | | | | |
| Non-Certified Salaries | 214,026 | 216,531 | 216,026 | (505) | |
| Group Insurance | | | 14,211 | 14,211 | |
| Social Security | 13,211 | 13,659 | | (13,659) | |
| Purchased Professional and Technical Services | | | 27,500 | 27,500 | |
| Purchased Property Services | 26,673 | 37,406 | | (37,406) | |
| Water/Sewer Services (Non-Energy) | 9,888 | 7,492 | 11,000 | 3,508 | |
| Repair of Buildings | | | 534,114 | 534,114 | |
| General Supplies and Materials | 18,047 | 18,532 | 20,000 | 1,468 | |
| Heating | 18,525 | 12,927 | 24,000 | 11,073 | |
| Electricity | 67,400 | 16,209 | 125,000 | 108,791 | |
| Other | 246 | 262 | | (262) | |
| Other | | | 400 | 400 | |
| Total Operations and Maintenance | <u>368,016</u> | <u>323,018</u> | <u>972,251</u> | <u>649,233</u> | |
| Vehicle Operation Services | | | | | |
| Non-Certified Salaries | 49,693 | 50,296 | 49,693 | (603) | |
| Group Insurance | | 10,315 | | (10,315) | |
| Social Security | 3,649 | 3,852 | 3,749 | (103) | |
| Purchased Property Services | 7,026 | 4,630 | | (4,630) | |
| Repairs and Maintenance | 12,482 | 8,160 | | (8,160) | |
| Insurance | 4,265 | 4,914 | 6,500 | 1,586 | |
| Motor Fuel | 23,638 | 36,926 | 30,000 | (6,926) | |
| Vehicles (Including school buses) | | | 14,646 | 14,646 | |
| Other | 3,846 | 4,639 | 21,000 | 16,361 | |
| Total Vehicle Operation Services | <u>104,599</u> | <u>123,732</u> | <u>125,588</u> | <u>1,856</u> | |
| Fund Transfers | | | | | |
| At Risk 4-Year Old | 55,000 | 10,000 | 55,000 | 45,000 | |
| At Risk K-12 | 245,000 | 231,172 | 245,000 | 13,828 | |
| Capital Outlay | 335,341 | 539,384 | | (539,384) | |
| Special Education | 600,000 | 652,642 | 652,972 | 330 | |
| Vocational Education | 75,000 | | 100,000 | 100,000 | |
| Total Fund Transfers | <u>1,310,341</u> | <u>1,433,198</u> | <u>1,052,972</u> | <u>(380,226)</u> | |
| Budget Credit Adjustment | | | 2,063 | 2,063 | |
| Total Expenditures and Transfers | <u>4,096,490</u> | <u>4,568,681</u> | <u>4,568,681</u> | | |

Unified School District No. 258
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

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 Favorable (Unfavorable) |
|-----------------------------------|-------------------------|---------------------------|--------|--|
| | | Current Year Actual | Budget | |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | \$ (80) | 4,171 | | |
| Unencumbered Cash, Beginning | 80 | | | |
| Prior Year Encumbrances Cancelled | | 104 | | |
| Unencumbered Cash, Ending | | <u>4,275</u> | | |

Unified School District No. 258
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | Current Year | | |
|------------------------------------|-------------------------|---------------------------|------------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Ad Valorem Taxes | \$ 592,415 | 661,822 | 604,166 | 57,656 |
| Delinquent Taxes | 2,069 | 3,350 | 7,701 | (4,351) |
| 16/20M Truck Tax | 1,978 | 2,382 | | 2,382 |
| Total Revenue from Local Sources | <u>596,462</u> | <u>667,554</u> | <u>611,867</u> | <u>55,687</u> |
| Revenue from County Sources | | | | |
| Motor Vehicle Tax | 38,269 | 47,707 | 49,898 | (2,191) |
| Recreational Vehicle Tax | 611 | 727 | 741 | (14) |
| Revenue in Lieu of Taxes | 368 | 490 | | 490 |
| Total Revenue from County Sources | <u>39,248</u> | <u>48,924</u> | <u>50,639</u> | <u>(1,715)</u> |
| Revenue from State Sources | | | | |
| Supplemental State Aid | 558,710 | 610,090 | 588,123 | 21,967 |
| Total Cash Receipts | <u>1,194,420</u> | <u>1,326,568</u> | <u>1,250,629</u> | <u>75,939</u> |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Certified Salaries | 10,705 | 10,313 | 15,000 | 4,687 |
| Non-Certified Salaries | | | 15,000 | 15,000 |
| Group Insurance | 76,448 | 78,998 | 86,998 | 8,000 |
| Social Security | 4,885 | 5,254 | 7,000 | 1,746 |
| Other Employee Benefits | 37,655 | 37,065 | | (37,065) |
| Purchased Property Services | 14,981 | 7,872 | 16,000 | 8,128 |
| General Supplies and Materials | 115,467 | 110,265 | 125,000 | 14,735 |
| Textbooks | 220 | | 10,000 | 10,000 |
| Audio Visual and Software | 10,800 | | | |
| Miscellaneous Supplies | 25,878 | 63,495 | 102,000 | 38,505 |
| Property (Equipment & Furnishings) | 10,480 | 4,481 | 12,000 | 7,519 |
| Other | 49,504 | 30,047 | | (30,047) |
| Total Instruction | <u>357,023</u> | <u>347,790</u> | <u>388,998</u> | <u>41,208</u> |
| General Administration | | | | |
| Insurance | | 14,546 | | (14,546) |
| Operations and Maintenance | | | | |
| Repairs and Maintenance | 11,292 | 5,237 | 14,000 | 8,763 |
| Repair of Buildings | 19,160 | 17,540 | 20,000 | 2,460 |
| Other Purchased Property Services | 124,035 | 127,864 | 130,000 | 2,136 |
| Electricity | 50,690 | 100,339 | 65,000 | (35,339) |
| Total Operations and Maintenance | <u>205,177</u> | <u>250,980</u> | <u>229,000</u> | <u>(21,980)</u> |
| Vehicle Operation Services | | | | |
| Property (Equipment & Furnishings) | | | 69,082 | 69,082 |
| Fund Transfers | | | | |
| At Risk K-12 | 85,000 | 33,134 | 85,000 | 51,866 |
| Driver Training | 800 | | 7,000 | 7,000 |
| Food Service | 20,000 | 20,000 | 42,000 | 22,000 |
| Special Education | 191,000 | 255,550 | 228,920 | (26,630) |
| Vocational Education | 331,000 | 349,000 | 221,000 | (128,000) |
| Total Fund Transfers | <u>627,800</u> | <u>657,684</u> | <u>583,920</u> | <u>(73,764)</u> |
| Total Expenditures and Transfers | <u>1,190,000</u> | <u>1,271,000</u> | <u>1,271,000</u> | |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | 4,420 | 55,568 | | |
| Unencumbered Cash, Beginning | 15,658 | 20,372 | | |
| Prior Year Encumbrances Cancelled | 294 | | | |
| Unencumbered Cash, Ending | <u>20,372</u> | <u>75,940</u> | | |

Unified School District No. 258
At Risk 4 Year Old Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | Current Year | | |
|---|-------------------------|---------------------------|--------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Other Revenue From Local Sources | \$ | 23,091 | | 23,091 |
| Operating Transfers | | | | |
| Transfer from General Fund | 55,000 | 10,000 | 55,000 | (45,000) |
| Total Cash Receipts | 55,000 | 33,091 | 55,000 | (21,909) |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Certified Salaries | 41,175 | 17,279 | 32,000 | 14,721 |
| Social Security | 2,712 | 2,723 | 2,300 | (423) |
| Other Professional and Technical Services | 10,371 | 9,741 | 10,000 | 259 |
| General Supplies and Materials | 751 | 3,148 | 10,709 | 7,561 |
| Total Expenditures and Transfers | 55,009 | 32,891 | 55,009 | 22,118 |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | (9) | 200 | | |
| Unencumbered Cash, Beginning | 9 | 282 | | |
| Prior Year Encumbrances Cancelled | 282 | 35 | | |
| Unencumbered Cash, Ending | 282 | 517 | | |

Unified School District No. 258
At Risk K-12 Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

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 Favorable (Unfavorable) |
|---|-------------------------|---------------------------|----------------|--|
| | | Current Year Actual | Budget | |
| Cash Receipts | | | | |
| Operating Transfers | | | | |
| Transfer from General Fund | \$ 245,000 | 231,172 | 245,000 | (13,828) |
| Transfer from Supplemental General Fund | 85,000 | 33,134 | 85,000 | (51,866) |
| Total Cash Receipts | <u>330,000</u> | <u>264,306</u> | <u>330,000</u> | <u>(65,694)</u> |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Certified Salaries | 260,517 | 142,067 | 210,000 | 67,933 |
| Non-Certified Salaries | 48,493 | 94,680 | 100,000 | 5,320 |
| Social Security | 15,745 | 16,382 | 20,000 | 3,618 |
| Other Employee Benefits | 2,145 | 2,205 | | (2,205) |
| Purchased Professional and Technical Services | 3,100 | | | |
| Total Expenditures and Transfers | <u>330,000</u> | <u>255,334</u> | <u>330,000</u> | <u>74,666</u> |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | | 8,972 | | |
| Unencumbered Cash, Beginning | | | | |
| Unencumbered Cash, Ending | | <u>8,972</u> | | |

Unified School District No. 258
Capital Outlay Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | | Current Year | |
|---|-------------------------|---------------------------|----------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Ad Valorem Taxes | \$ 3,972 | 2 | | 2 |
| Delinquent Taxes | 388 | 711 | | 711 |
| 16/20M Truck Tax | 491 | 646 | | 646 |
| Interest on Investments | 12,576 | 15,497 | 7,500 | 7,997 |
| Other Revenue From Local Sources | 46 | 2,250 | 2,000 | 250 |
| Total Revenue from Local Sources | <u>17,473</u> | <u>19,106</u> | <u>9,500</u> | <u>9,606</u> |
| Revenue from County Sources | | | | |
| Motor Vehicle Tax | 9,881 | 8,724 | 8,130 | 594 |
| Recreational Vehicle Tax | 158 | 121 | 121 | |
| Total Revenue from County Sources | <u>10,039</u> | <u>8,845</u> | <u>8,251</u> | <u>594</u> |
| Operating Transfers | | | | |
| Transfer from General Fund | <u>335,341</u> | <u>539,384</u> | | <u>539,384</u> |
| Total Cash Receipts | <u>362,853</u> | <u>567,335</u> | <u>17,751</u> | <u>549,584</u> |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Property (Equipment & Furnishings) | | | 960,000 | 960,000 |
| Support Services - Students | | | | |
| Property (Equipment & Furnishings) | <u>20,876</u> | <u>65,564</u> | | (65,564) |
| Operations and Maintenance | | | | |
| Property (Equipment & Furnishings) | <u>67,509</u> | <u>90,239</u> | | (90,239) |
| Monitoring Services | | | | |
| Property (Equipment & Furnishings) | | <u>32,864</u> | | (32,864) |
| Facilities Acquisition/Construction | | | | |
| Site Improvement Services | 4,256 | 34,050 | | (34,050) |
| Building Repair and Remodeling | <u>6,807</u> | <u>280</u> | | (280) |
| Total Facilities Acquisition/Construction | <u>11,063</u> | <u>34,330</u> | | (34,330) |
| Total Expenditures and Transfers | <u>99,448</u> | <u>222,997</u> | <u>960,000</u> | <u>737,003</u> |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | 263,405 | 344,338 | | |
| Unencumbered Cash, Beginning | 701,713 | 965,728 | | |
| Prior Year Encumbrances Cancelled | <u>610</u> | | | |
| Unencumbered Cash, Ending | <u>965,728</u> | <u>1,310,066</u> | | |

Unified School District No. 258
Driver Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012

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

| | | Current Year | | |
|---|-------------------------|---------------------------|---------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| User Charges and Fines | \$ 3,197 | 2,863 | 2,000 | 863 |
| Revenue from State Sources | | | | |
| General State Aid | 888 | 2,350 | 1,480 | 870 |
| Operating Transfers | | | | |
| Transfer from Supplemental General Fund | 800 | | 7,000 | (7,000) |
| Total Cash Receipts | <u>4,885</u> | <u>5,213</u> | <u>10,480</u> | <u>(5,267)</u> |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Certified Salaries | 4,200 | 4,200 | 7,500 | 3,300 |
| Social Security | 321 | 321 | 575 | 254 |
| General Supplies and Materials | | 38 | 2,625 | 2,587 |
| Miscellaneous Supplies | | | 300 | 300 |
| Total Instruction | <u>4,521</u> | <u>4,559</u> | <u>11,000</u> | <u>6,441</u> |
| Operations and Maintenance | | | | |
| Motor Fuel | | 718 | 1,000 | 282 |
| Total Expenditures and Transfers | <u>4,521</u> | <u>5,277</u> | <u>12,000</u> | <u>6,723</u> |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | 364 | (64) | | |
| Unencumbered Cash, Beginning | 1,609 | 2,087 | | |
| Prior Year Encumbrances Cancelled | <u>114</u> | | | |
| Unencumbered Cash, Ending | <u>2,087</u> | <u>2,023</u> | | |

Unified School District No. 258
Food Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | | Current Year | |
|---|-------------------------|---------------------------|----------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Student Sales | \$ 90,670 | 85,635 | 90,549 | (4,914) |
| Adults and Non-Reimbursable Programs | 11,120 | 12,946 | 14,643 | (1,697) |
| Other Revenue From Local Sources | <u>23,522</u> | <u>20,869</u> | <u>15,000</u> | <u>5,869</u> |
| Total Revenue from Local Sources | <u>125,312</u> | <u>119,450</u> | <u>120,192</u> | <u>(742)</u> |
| Revenue from State Sources | | | | |
| General State Aid | <u>3,427</u> | <u>3,410</u> | <u>2,760</u> | <u>650</u> |
| Revenue from Federal Sources | | | | |
| Federal Financial Assistance | 176,850 | 210,298 | 170,160 | 40,138 |
| Other Federal Financial Assistance | <u>7,447</u> | <u>8,168</u> | | <u>8,168</u> |
| Total Revenue from Federal Sources | <u>184,297</u> | <u>218,466</u> | <u>170,160</u> | <u>48,306</u> |
| Operating Transfers | | | | |
| Transfer from Supplemental General Fund | <u>20,000</u> | <u>20,000</u> | <u>42,000</u> | <u>(22,000)</u> |
| Total Cash Receipts | <u>333,036</u> | <u>361,326</u> | <u>335,112</u> | <u>26,214</u> |
| Expenditures and Transfers | | | | |
| Food Service Operations | | | | |
| Non-Certified Salaries | 117,685 | 113,928 | 120,000 | 6,072 |
| Group Insurance | 26,287 | 23,820 | 34,000 | 10,180 |
| Social Security | 8,002 | 8,023 | 7,500 | (523) |
| Purchased Professional and Technical Services | 384 | 4,135 | 2,000 | (2,135) |
| Food and Milk | 151,416 | 194,083 | 172,000 | (22,083) |
| Miscellaneous Supplies | 7,403 | 11,603 | 11,000 | (603) |
| Property (Equipment & Furnishings) | 5,973 | 1,763 | 1,000 | (763) |
| Other | <u>3,393</u> | <u>1,309</u> | <u>2,500</u> | <u>1,191</u> |
| Total Food Service Operations | <u>320,543</u> | <u>358,664</u> | <u>350,000</u> | <u>(8,664)</u> |
| Budget Credit Adjustment | | | <u>40,138</u> | <u>40,138</u> |
| Total Expenditures and Transfers | <u>320,543</u> | <u>358,664</u> | <u>390,138</u> | <u>31,474</u> |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | 12,493 | 2,662 | | |
| Unencumbered Cash, Beginning | <u>10,145</u> | <u>22,638</u> | | |
| Unencumbered Cash, Ending | <u>22,638</u> | <u>25,300</u> | | |

Unified School District No. 258
Special Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | Current Year | | |
|--|-------------------------|---------------------------|---------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Other Revenue From Local Sources | \$ 967 | | | |
| Operating Transfers | | | | |
| Transfer from General Fund | 600,000 | 652,642 | 652,972 | (330) |
| Transfer from Supplemental General Fund | 191,000 | 255,550 | 228,920 | 26,630 |
| Total Operating Transfers | 791,000 | 908,192 | 881,892 | 26,300 |
| Total Cash Receipts | 791,967 | 908,192 | 881,892 | 26,300 |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| LEA Payments to COOP's/Interlocals | 204,258 | 224,197 | 224,197 | |
| LEA State Aid Flowthrough Payments to COOP's/Interlocals | 582,725 | 644,035 | 627,697 | (16,338) |
| Total Instruction | 786,983 | 868,232 | 851,894 | (16,338) |
| Vehicle Operation Services | | | | |
| Non-Certified Salaries | 1,363 | 13,737 | 22,250 | 8,513 |
| Group Insurance | | | 1,966 | 1,966 |
| Social Security | 99 | 901 | 1,900 | 999 |
| Other Purchased Services | | | 3,235 | 3,235 |
| Motor Fuel | 354 | 3,394 | 2,500 | (894) |
| Other | 3,223 | | 6,408 | 6,408 |
| Total Vehicle Operation Services | 5,039 | 18,032 | 38,259 | 20,227 |
| Total Expenditures and Transfers | 792,022 | 886,264 | 890,153 | 3,889 |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | (55) | 21,928 | | |
| Unencumbered Cash, Beginning | 8,315 | 8,260 | | |
| Unencumbered Cash, Ending | 8,260 | 30,188 | | |

Unified School District No. 258
Vocational Education Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | Current Year | | |
|---|-------------------------|---------------------------|---------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Other Revenue From Local Sources | \$ | 97,520 | 120,000 | (22,480) |
| Operating Transfers | | | | |
| Transfer from General Fund | 75,000 | | 100,000 | (100,000) |
| Transfer from Supplemental General Fund | 331,000 | 349,000 | 221,000 | 128,000 |
| Total Operating Transfers | 406,000 | 349,000 | 321,000 | 28,000 |
| Total Cash Receipts | 406,000 | 446,520 | 441,000 | 5,520 |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Certified Salaries | 248,712 | 249,752 | 270,000 | 20,248 |
| Non-Certified Salaries | | | 4,095 | 4,095 |
| Group Insurance | 17,984 | 17,985 | 15,892 | (2,093) |
| Social Security | 18,364 | 18,443 | 19,755 | 1,312 |
| Repairs and Maintenance | 312 | 414 | | (414) |
| Other Miscellaneous Purchased Services | | | 2,000 | 2,000 |
| General Supplies and Materials | 108,246 | 155,065 | 125,000 | (30,065) |
| Textbooks | | | 500 | 500 |
| Audio Visual and Software | | | 1,700 | 1,700 |
| Miscellaneous Supplies | 146 | | 18,000 | 18,000 |
| Property (Equipment & Furnishings) | 1,240 | 5,290 | 100 | (5,190) |
| Total Instruction | 395,004 | 446,949 | 457,042 | 10,093 |
| Operations and Maintenance | | | | |
| Purchased Property Services | 370 | 357 | | (357) |
| Water/Sewer Services (Non-Energy) | 216 | 173 | | (173) |
| Electricity | 765 | 580 | | (580) |
| Total Operations and Maintenance | 1,351 | 1,110 | | (1,110) |
| Total Expenditures and Transfers | 396,355 | 448,059 | 457,042 | 8,983 |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | 9,645 | (1,539) | | |
| Unencumbered Cash, Beginning | 6,350 | 16,094 | | |
| Prior Year Encumbrances Cancelled | 99 | 189 | | |
| Unencumbered Cash, Ending | 16,094 | 14,744 | | |

Unified School District No. 258
 KPERS Special Retirement Contribution Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended June 30, 2012
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | Current Year | | |
|---------------------------------------|-------------------------|---------------------------|----------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from State Sources | | | | |
| General State Aid | \$ 338,430 | 365,078 | 391,247 | (26,169) |
| Total Cash Receipts | <u>338,430</u> | <u>365,078</u> | <u>391,247</u> | <u>(26,169)</u> |
| Expenditures and Transfers | | | | |
| Instruction | | | | |
| Other Employee Benefits | <u>198,970</u> | <u>163,372</u> | <u>273,409</u> | <u>110,037</u> |
| Support Services - Students | | | | |
| Other Employee Benefits | <u>14,710</u> | <u>9,994</u> | <u>19,524</u> | <u>9,530</u> |
| Support Services - Instr. Staff | | | | |
| Other Employee Benefits | <u>1,865</u> | <u>1,011</u> | <u>1,656</u> | <u>645</u> |
| General Administration | | | | |
| Other Employee Benefits | <u>13,081</u> | <u>11,575</u> | <u>18,759</u> | <u>7,184</u> |
| School Administration | | | | |
| Other Employee Benefits | <u>21,287</u> | <u>17,968</u> | <u>34,378</u> | <u>16,410</u> |
| Support Services - Business | | | | |
| Other Employee Benefits | <u>294</u> | <u>168</u> | <u>417</u> | <u>249</u> |
| Operations and Maintenance | | | | |
| Other Employee Benefits | <u>18,232</u> | <u>15,804</u> | <u>25,655</u> | <u>9,851</u> |
| Student Transportation | | | | |
| Other Employee Benefits | <u>558</u> | <u>715</u> | <u>1,330</u> | <u>615</u> |
| Operation of Non-Instruction Services | | | | |
| Other Employee Benefits | <u>10,464</u> | <u>9,134</u> | <u>16,119</u> | <u>6,985</u> |
| Total Expenditures and Transfers | <u>279,461</u> | <u>229,741</u> | <u>391,247</u> | <u>161,506</u> |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | 58,969 | 135,337 | | |
| Unencumbered Cash, Beginning | (194,306) | (135,337) | | |
| Unencumbered Cash, Ending | <u>(135,337)</u> | <u></u> | | |

Unified School District No. 258
Contingency Reserve Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| None | \$ | |
| Expenditures and Transfers | | |
| None | | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | |
| Unencumbered Cash, Beginning | 402,845 | 402,845 |
| Unencumbered Cash, Ending | 402,845 | 402,845 |

Unified School District No. 258
Textbook and Student Material Revolving Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Local Sources | | |
| User Charges and Fines | \$ 2,395 | 2,336 |
| Textbook Sales and Rentals | 4,917 | 4,152 |
| Reimbursements | <u>1,323</u> | <u> </u> |
| Total Cash Receipts | <u>8,635</u> | <u>6,488</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| General Supplies and Materials | 485 | |
| Workbooks | <u>1,025</u> | <u> </u> |
| Total Expenditures and Transfers | <u>1,510</u> | <u> </u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 7,125 | 6,488 |
| Unencumbered Cash, Beginning | 12,683 | 19,964 |
| Prior Year Encumbrances Cancelled | <u>156</u> | <u> </u> |
| Unencumbered Cash, Ending | <u>19,964</u> | <u>26,452</u> |

Unified School District No. 258
Recreation Commission Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | Current Year | | |
|-----------------------------------|-------------------------|---------------------------|---------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Ad Valorem Taxes | \$ 59,709 | 62,344 | 58,317 | 4,027 |
| Delinquent Taxes | 314 | 464 | 770 | (306) |
| 16/20M Truck Tax | 313 | 323 | | 323 |
| Total Revenue from Local Sources | <u>60,336</u> | <u>63,131</u> | <u>59,087</u> | <u>4,044</u> |
| Revenue from County Sources | | | | |
| Motor Vehicle Tax | 5,733 | 5,890 | 6,044 | (154) |
| Recreational Vehicle Tax | 91 | 88 | 90 | (2) |
| Revenue in Lieu of Taxes | 37 | 46 | | 46 |
| Total Revenue from County Sources | <u>5,861</u> | <u>6,024</u> | <u>6,134</u> | <u>(110)</u> |
| Total Cash Receipts | <u>66,197</u> | <u>69,155</u> | <u>65,221</u> | <u>3,934</u> |
| Expenditures and Transfers | | | | |
| Community Services Operations | | | | |
| Community Service Operations | 67,525 | 67,525 | 67,525 | |
| Total Expenditures and Transfers | <u>67,525</u> | <u>67,525</u> | <u>67,525</u> | |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | (1,328) | 1,630 | | |
| Unencumbered Cash, Beginning | <u>28,539</u> | <u>27,211</u> | | |
| Unencumbered Cash, Ending | <u>27,211</u> | <u>28,841</u> | | |

Unified School District No. 258
21st Century Community Learning Centers Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance | \$ | 80,466 |
| Total Cash Receipts | | 80,466 |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | | 27,248 |
| Non-Certified Salaries | | 3,704 |
| Other Professional Services | | 5,000 |
| Other Purchased Services | | 1,169 |
| Property (Equipment & Furnishings) | | 44,755 |
| Total Instruction | | 81,876 |
| School Administration | | |
| Social Security | | 1,949 |
| Miscellaneous Supplies | | 12,781 |
| Total School Administration | | 14,730 |
| Food Service Operations | | |
| Social Security | | 353 |
| Total Expenditures and Transfers | | 96,959 |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | (16,493) |
| Unencumbered Cash, Beginning | | |
| Unencumbered Cash, Ending | | (16,493) |

Unified School District No. 258
Charter Schools Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Cash Receipts | | |
| None | \$ | |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | 14,113 | |
| Group Insurance | 5,134 | |
| Social Security | 796 | |
| General Supplies and Materials | <u>17,231</u> | |
| Total Expenditures and Transfers | <u>37,274</u> | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | (37,274) | |
| Unencumbered Cash, Beginning | 37,267 | |
| Prior Year Encumbrances Cancelled | <u>7</u> | |
| Unencumbered Cash, Ending | <u><u> </u></u> | <u><u> </u></u> |

Unified School District No. 258
Technology Literacy Challenge Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance | \$ 347 | |
| Operating Transfers | | |
| Transfer from Improving Teacher Quality Fund | 14,500 | |
| Total Cash Receipts | 14,847 | |
| Expenditures and Transfers | | |
| Instruction | | |
| General Supplies and Materials | 8,072 | 9,612 |
| Total Expenditures and Transfers | 8,072 | 9,612 |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 6,775 | (9,612) |
| Unencumbered Cash, Beginning | 2,838 | 9,613 |
| Prior Year Encumbrances Cancelled | | |
| Unencumbered Cash, Ending | 9,613 | 1 |

Unified School District No. 258
REAP Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance | \$ 42,133 | 8,350 |
| Total Cash Receipts | <u>42,133</u> | <u>8,350</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| General Supplies and Materials | <u>23,954</u> | <u>46,956</u> |
| Total Expenditures and Transfers | <u>23,954</u> | <u>46,956</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 18,179 | (38,606) |
| Unencumbered Cash, Beginning | 184 | 18,363 |
| Prior Year Encumbrances Cancelled | | <u>115</u> |
| Unencumbered Cash, Ending | <u>18,363</u> | (<u>20,128</u>) |

Unified School District No. 258
Special Mini-Grants Fund
Summary of Receipts and Expenditures
Regulatory Basis

Schedule 2
Page 20 of 34

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 | | |
| Revenue from Local Sources | | |
| Other Revenue From Local Sources | \$ 466 | 585 |
| Donations | | <u>3,675</u> |
| Total Revenue from Local Sources | <u>466</u> | <u>4,260</u> |
| Revenue from State Sources | | |
| Other State Aid | <u>4,355</u> | |
| Total Cash Receipts | <u>4,821</u> | <u>4,260</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| Social Security | | 2,235 |
| General Supplies and Materials | | 91 |
| Other | <u>606</u> | <u>612</u> |
| Total Instruction | <u>606</u> | <u>2,938</u> |
| Operations and Maintenance | | |
| Social Security | | <u>107</u> |
| Total Expenditures and Transfers | <u>606</u> | <u>3,045</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 4,215 | 1,215 |
| Unencumbered Cash, Beginning | 6,128 | 10,496 |
| Prior Year Encumbrances Cancelled | <u>153</u> | |
| Unencumbered Cash, Ending | <u>10,496</u> | <u>11,711</u> |

Unified School District No. 258
Energy Incentive Program Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| None | \$ | |
| Expenditures and Transfers | | |
| None | | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | |
| Unencumbered Cash, Beginning | 4,098 | 4,098 |
| Unencumbered Cash, Ending | 4,098 | 4,098 |

Unified School District No. 258
Title I Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Cash Receipts | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance | \$ 102,329 | 94,060 |
| Total Cash Receipts | <u>102,329</u> | <u>94,060</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | 81,625 | 83,715 |
| Social Security | 5,691 | 5,885 |
| Other Professional Services | | 5,848 |
| General Supplies and Materials | 1,153 | 9,332 |
| Total Expenditures and Transfers | <u>88,469</u> | <u>104,780</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 13,860 | (10,720) |
| Unencumbered Cash, Beginning | 6,532 | 20,503 |
| Prior Year Encumbrances Cancelled | 111 | |
| Unencumbered Cash, Ending | <u>20,503</u> | <u>9,783</u> |

Unified School District No. 258
Title I ARRA Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Cash Receipts | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance ARRA | \$ 25,680 | |
| Total Cash Receipts | <u>25,680</u> | |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | 36,002 | |
| Social Security | <u>1,436</u> | |
| Total Expenditures and Transfers | <u>37,438</u> | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | (11,758) | |
| Unencumbered Cash, Beginning | <u>11,758</u> | |
| Unencumbered Cash, Ending | <u><u> </u></u> | <u><u> </u></u> |

Unified School District No. 258
Improving Teacher Quality Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance | \$ 29,072 | 25,493 |
| Total Cash Receipts | <u>29,072</u> | <u>25,493</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | 4,418 | |
| Social Security | 338 | 165 |
| Purchased Professional and Technical Services | 9,361 | 17,957 |
| Total Instruction | <u>14,117</u> | <u>18,122</u> |
| Fund Transfers | | |
| Technology Literacy Challenge Grant | 14,500 | |
| Total Expenditures and Transfers | <u>28,617</u> | <u>18,122</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 455 | 7,371 |
| Unencumbered Cash, Beginning | 7,296 | 7,813 |
| Prior Year Encumbrances Cancelled | 62 | |
| Unencumbered Cash, Ending | <u>7,813</u> | <u>15,184</u> |

Unified School District No. 258
Comprehensive School Reform Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| None | \$ | |
| Expenditures and Transfers | | |
| None | | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | |
| Unencumbered Cash, Beginning | 8 | 8 |
| Unencumbered Cash, Ending | 8 | 8 |

Unified School District No. 258
Health Care Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Local Sources | | |
| Donations | \$ 4,400 | |
| Total Cash Receipts | <u>4,400</u> | |
| Expenditures and Transfers | | |
| Instruction | | |
| Purchased Professional and Technical Services | <u>100</u> | |
| Total Expenditures and Transfers | <u>100</u> | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 4,300 | |
| Unencumbered Cash, Beginning | (4,049) | 1,985 |
| Prior Year Encumbrances Cancelled | <u>1,734</u> | |
| Unencumbered Cash, Ending | <u><u>1,985</u></u> | <u><u>1,985</u></u> |

Unified School District No. 258
Title II ARRA Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance ARRA | \$ | 1,443 |
| Total Cash Receipts | | 1,443 |
| Expenditures and Transfers | | |
| Instruction | | |
| Purchased Professional and Technical Services | | 1,443 |
| Equipment | 2,025 | |
| Total Expenditures and Transfers | 2,025 | 1,443 |
| Receipts Over (Under) | | |
| Expenditures and Transfers | (2,025) | |
| Unencumbered Cash, Beginning | 2,025 | |
| Prior Year Encumbrances Cancelled | | 18 |
| Unencumbered Cash, Ending | | 18 |

Unified School District No. 258
School Nurse Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|---|----------------------------------|------------------------------------|
| Cash Receipts | | |
| Revenue from Local Sources | | |
| Donations | \$ 24,750 | 44,772 |
| Total Cash Receipts | <u>24,750</u> | <u>44,772</u> |
| Expenditures and Transfers | | |
| Support Services - Instr. Staff | | |
| Non-Certified Salaries | 36,940 | 29,421 |
| Social Security | 2,397 | 1,815 |
| Purchased Professional and Technical Services | 22 | |
| General Supplies and Materials | 2,456 | 3,552 |
| Property (Equipment & Furnishings) | <u>2,478</u> | |
| Total Expenditures and Transfers | <u>44,293</u> | <u>34,788</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | (19,543) | 9,984 |
| Unencumbered Cash, Beginning | <u>19,270</u> | (<u>273</u>) |
| Unencumbered Cash, Ending | <u>(<u>273</u>)</u> | <u>9,711</u> |

Unified School District No. 258
Safe and Supportive Schools Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis

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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance | \$ | 16,340 |
| Total Cash Receipts | | 16,340 |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | | 5,000 |
| Social Security | | 383 |
| Purchased Professional and Technical Services | | 1,500 |
| General Supplies and Materials | | 398 |
| Equipment | | 8,566 |
| Other | | 890 |
| Total Expenditures and Transfers | | 16,737 |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | (397) |
| Unencumbered Cash, Beginning | | |
| Unencumbered Cash, Ending | | (397) |

Unified School District No. 258
ARRA Technology Rich Classroom Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis

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 | | |
| Revenue from Federal Sources | | |
| Federal Financial Assistance ARRA | \$ 125,000 | 25,500 |
| Total Cash Receipts | <u>125,000</u> | <u>25,500</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| Certified Salaries | | 6,459 |
| Non-Certified Salaries | | 1,725 |
| Purchased Professional and Technical Services | | 2,167 |
| Equipment | 9,898 | |
| Total Instruction | <u>9,898</u> | <u>10,351</u> |
| Support Services - Instr. Staff | | |
| Certified Salaries | 26,279 | |
| Purchased Professional and Technical Services | <u>1,153</u> | <u>261</u> |
| Total Support Services - Instr. Staff | <u>27,432</u> | <u>261</u> |
| General Administration | | |
| Certified Salaries | | 11,034 |
| Purchased Professional and Technical Services | | <u>3,853</u> |
| Total General Administration | | <u>14,887</u> |
| Total Expenditures and Transfers | <u>37,330</u> | <u>25,499</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 87,670 | 1 |
| Unencumbered Cash, Beginning | (91,658) | |
| Prior Year Encumbrances Cancelled | <u>3,988</u> | <u>43</u> |
| Unencumbered Cash, Ending | <u></u> | <u>44</u> |

Unified School District No. 258
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | | | Current Year | |
|-----------------------------------|-------------------------|---------------------------|----------------|--|
| | Prior Year Actual | Current Year Actual | Budget | Variance Favorable (Unfavorable) |
| Cash Receipts | | | | |
| Revenue from Local Sources | | | | |
| Ad Valorem Taxes | \$ 450,526 | 426,489 | 399,082 | 27,407 |
| Delinquent Taxes | 2,648 | 3,734 | 5,791 | (2,057) |
| 16/20M Truck Tax | 2,620 | 2,629 | | 2,629 |
| Total Revenue from Local Sources | <u>455,794</u> | <u>432,852</u> | <u>404,873</u> | <u>27,979</u> |
| Revenue from County Sources | | | | |
| Motor Vehicle Tax | 47,678 | 46,906 | 47,863 | (957) |
| Recreational Vehicle Tax | 758 | 700 | 711 | (11) |
| Revenue in Lieu of Taxes | 277 | 314 | | 314 |
| Total Revenue from County Sources | <u>48,713</u> | <u>47,920</u> | <u>48,574</u> | <u>(654)</u> |
| Revenue from State Sources | | | | |
| General State Aid | <u>267,775</u> | <u>293,960</u> | <u>293,998</u> | <u>(38)</u> |
| Total Cash Receipts | <u>772,282</u> | <u>774,732</u> | <u>747,445</u> | <u>27,287</u> |
| Expenditures and Transfers | | | | |
| Debt Service | | | | |
| Redemption of Principal | 475,000 | 480,000 | 480,000 | |
| Interest (Coupons) | 312,574 | 293,580 | 293,580 | |
| Commission and Postage | 3 | | 100 | 100 |
| Total Expenditures and Transfers | <u>787,577</u> | <u>773,580</u> | <u>773,680</u> | <u>100</u> |
| Receipts Over (Under) | | | | |
| Expenditures and Transfers | (15,295) | 1,152 | | |
| Unencumbered Cash, Beginning | <u>539,052</u> | <u>523,757</u> | | |
| Unencumbered Cash, Ending | <u>523,757</u> | <u>524,909</u> | | |

Unified School District No. 258
School Building Remodeling Project Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| None | \$ | |
| Expenditures and Transfers | | |
| None | | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | |
| Unencumbered Cash, Beginning | 4 | 4 |
| Unencumbered Cash, Ending | 4 | 4 |

Unified School District No. 258
Health Insurance Refund Fund
Summary of Receipts and Expenditures
Regulatory Basis
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 | | |
| Revenue from Local Sources | | |
| Other Revenue From Local Sources | \$ 16,931 | |
| Total Cash Receipts | 16,931 | |
| Expenditures and Transfers | | |
| Instruction | | |
| Group Insurance | 16,931 | |
| Total Expenditures and Transfers | 16,931 | |
| Receipts Over (Under) | | |
| Expenditures and Transfers | | |
| Unencumbered Cash, Beginning | | |
| Unencumbered Cash, Ending | | |

Unified School District No. 258
Youth Friends Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2012
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

| | <u>Prior Year Actual</u> | <u>Current Year Actual</u> |
|-----------------------------------|----------------------------------|------------------------------------|
| Cash Receipts | | |
| Revenue from Local Sources | | |
| Donations | \$ 2,450 | 1,500 |
| Total Cash Receipts | <u>2,450</u> | <u>1,500</u> |
| Expenditures and Transfers | | |
| Instruction | | |
| General Supplies and Materials | 1,891 | 97 |
| Total Expenditures and Transfers | <u>1,891</u> | <u>97</u> |
| Receipts Over (Under) | | |
| Expenditures and Transfers | 559 | 1,403 |
| Unencumbered Cash, Beginning | 2,097 | 2,737 |
| Prior Year Encumbrances Cancelled | <u>81</u> | |
| Unencumbered Cash, Ending | <u>2,737</u> | <u>4,140</u> |

Unified School District No. 258
Humboldt, Kansas
Summary of Cash Receipts and Disbursements - Fiduciary 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> |
|-----------------------------|-----------------------------------|--------------------------|-------------------------------|--------------------------------|
| Student Organization Funds: | | | | |
| Elementary: | | | | |
| Activity | \$ 500 | 1,153 | 1,153 | 500 |
| Carl Beagley Memorial | 141 | | | 141 |
| Walmart Donation | | 500 | 500 | - |
| Middle School: | | | | |
| Art Club | 203 | 140 | 140 | 203 |
| Pep Club | 456 | 1,568 | 814 | 1,210 |
| Student Council | 1,323 | 447 | 612 | 1,158 |
| Project | - | 822 | 538 | 284 |
| High School: | | | | |
| Art Club | 239 | | 150 | 89 |
| Band | 1,248 | 22,397 | 9,392 | 14,253 |
| Baseball | 44 | 565 | 602 | 7 |
| Class of '11 | 586 | | 249 | 337 |
| Class of '12 | 517 | 14,526 | 15,003 | 40 |
| Class of '13 | 354 | 7,141 | 6,670 | 825 |
| Class of '14 | 378 | 273 | 104 | 547 |
| Class of '15 | | 316 | | 316 |
| FCA | 432 | | | 432 |
| FCCLA Scholarship | 1,228 | 1,074 | 500 | 1,802 |
| FFA | 6,143 | 25,943 | 23,208 | 8,878 |
| FFA Milk | 522 | 423 | 808 | 137 |
| FHA | 3,265 | 5,495 | 4,738 | 4,022 |
| H-Club | 6 | | | 6 |
| Healthy Lifestyle | - | 220 | 217 | 3 |
| HHS Volleyball | 148 | 1,208 | 921 | 435 |
| HS Boys Basketball | 297 | 1,740 | 1,100 | 937 |
| HS Girls Basketball | - | 6,540 | 6,540 | - |
| Kays/Kayettes | 112 | | | 112 |
| Leo Club | 528 | | | 528 |
| National Honor Society | 690 | 2,211 | 2,012 | 889 |
| Skills USA | 751 | 491 | 115 | 1,127 |
| Spirit Club | 795 | 782 | 793 | 784 |
| Student Activities | 22 | 15,450 | 15,409 | 63 |
| Student Council | - | 1,409 | 1,180 | 229 |
| Other Agency Funds: | | | | |
| Board Office: | | | | |
| Health Insurance | 1,204 | 80,946 | 79,273 | 2,877 |
| Operations | (578) | 1,317 | 1,005 | (266) |
| Sales Tax | 396 | 2,515 | 2,453 | 458 |
| Elementary: | | | | |
| Sales Tax | - | 124 | 124 | - |
| Middle School | | | | |
| Sales Tax | - | 154 | 154 | - |
| High School | | | | |
| Sales Tax | - | 1,228 | 1,228 | - |
| Payroll Clearing | (3,449) | 1,531,832 | 1,532,552 | (4,169) |
| Total Agency Funds | <u>18,501</u> | <u>1,730,950</u> | <u>1,710,257</u> | <u>39,194</u> |

Unified School District No. 258
Humboldt, Kansas
Summary of Receipts, Expenditures and Unencumbered Cash - District Activity Funds
For the Year Ended June 30, 2012

| <u>Fund</u> | <u>Beginning Unencumbered Cash Balance</u> | <u>Cash Receipts</u> | <u>Expenditures</u> | <u>Ending Unencumbered Cash Balance</u> | <u>Add Outstanding Encumbrances and Accounts Payable</u> | <u>Ending Cash Balance</u> |
|-------------------------------|--|--------------------------|---------------------|---|--|--------------------------------|
| <u>Gate Receipts:</u> | | | | | | |
| Middle School: Athletics | \$ - | - | - | - | - | - |
| High School: Athletics | 743 | 28,794 | 29,501 | 36 | - | 36 |
| Subtotal Gate Receipts | 743 | 28,794 | 29,501 | 36 | - | 36 |
| <u>Special Projects:</u> | | | | | | |
| Elementary: Library | 461 | 3,389 | 3,070 | 780 | - | 780 |
| Middle School: Pictures | 65 | 567 | 549 | 83 | - | 83 |
| Technology (Student Fund) | 75 | | | 75 | - | 75 |
| High School: Library | 1,085 | 355 | 296 | 1,144 | - | 1,144 |
| Publications | 6,874 | 28,707 | 22,857 | 12,724 | - | 12,724 |
| Special Project | 170 | 3,043 | 2,941 | 272 | - | 272 |
| Subtotal Special Projects | 8,730 | 36,061 | 29,713 | 15,078 | - | 15,078 |
| Total District Activity Funds | 9,473 | 64,855 | 59,214 | 15,114 | - | 15,114 |

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

Board of Education
Unified School District No. 258
Humboldt, Kansas

We have audited the statutory basis financial statements of Unified School District No. 258, Humboldt, Kansas, as of and for the year ended June 30, 2012, and have issued our report thereon dated March 11, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Unified School District No. 258, Humboldt, Kansas, internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 258, Humboldt, Kansas, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 258, Humboldt, Kansas internal control over financial reporting.

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District No. 258, Humboldt, Kansas statutory basis financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the governing body and management of the Unified School District No. 258, Humboldt, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlatterbeck and Burns, LLC

March 11, 2013

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

Board of Education
Unified School District No. 258
Humboldt, Kansas

Compliance

We have audited the compliance of Unified School District No. 258, Humboldt, Kansas, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2012. Unified School District No. 258, Humboldt, Kansas, major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Unified School District No. 258, Humboldt, Kansas, management. Our responsibility is to express an opinion on Unified School District No. 258, Humboldt, Kansas, compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Unified School District No. 258, Humboldt, Kansas compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Unified School District No. 258, Humboldt, Kansas compliance with those requirements.

In our opinion, Unified School District No. 258, Humboldt, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

The management of Unified School District No. 258, Humboldt, Kansas, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Unified School District No. 258, Humboldt, Kansas internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 258, Humboldt, Kansas, internal control over compliance.

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

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

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

This report is intended solely for the information and use of the governing body and management of the Unified School District No. 258, Humboldt, Kansas, and for filing with the Kansas Department of Education, the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlatterbeck and Burns, LLC

March 11, 2013

Unified School District No. 258
Humboldt, Kansas
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended June 30, 2012

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the special purpose financial statements of Unified School District No. 258, Humboldt, Kansas.
2. No reportable conditions relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with Government Auditing Standards".
3. No instances of noncompliance material to the financial statements of Unified School District No. 258, Humboldt, Kansas were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the "Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133".
5. The auditor's report on compliance for the major federal award programs for Unified School District No. 258, Humboldt, Kansas expresses an unqualified opinion.
6. There were no findings relating to the major federal award programs for Unified School District No. 258, Humboldt, Kansas, that are required to be reported in Part C of this Schedule.
7. The programs tested as major programs were the Child Nutrition Cluster: 10.553 – Breakfast Program, 10.555 – National School Lunch Program and 10.559 – Summer Food Service Program for Children
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. Unified School District No. 258, Humboldt, Kansas was determined to be a low-risk auditee.

B. Findings – Financial Statements Audit

None.

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

None.

(This page left blank intentionally)

Unified School District No. 258
Humboldt, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2012

| Federal CFDA Grantor/Program Title | Federal Number | Federal Expenditures |
|---|-------------------|-------------------------|
| U.S. Department of Agriculture | | |
| Passed through State Department of Education | | |
| School Breakfast Program | 10.553 | \$ 44,001 (1), (2) |
| National School Lunch Program | 10.555 | 148,944 (1), (2) |
| Summer Food Service Program for Children | 10.559 | 17,353 (1), (2) |
| Fresh Fruit and Vegetable Program | 10.582 | 8,168 |
| Total U.S. Department of Agriculture | | <u>218,466</u> |
| U.S. Department of Education | | |
| Rural Education | 84.358 | 26,422 |
| Passed through State Department of Education | | |
| Title I Grants to Local Educational Agencies | 84.010 | 95,114 |
| Safe and Drug-Free Schools and Communities National Program | 84.184 | 16,737 |
| Charter Schools | 84.282 | 4,380 |
| 21st Century Community Learning Centers | 84.287 | 91,435 |
| Education Technology State Grants | 84.318 | 33,530 |
| Improving Teacher Quality State Grants | 84.367 | 11,390 |
| Education Technology State Grants, Recovery Act (ARRA) | 84.386 | 2,150 |
| Title I Grants to Local Educational Agencies, Recovery Act (ARRA) | 84.389 | 1,802 |
| Education Jobs | 84.410 | 1,830 |
| Total U.S. Department of Education | | <u>284,790</u> |
| Total Expenditures of Federal Awards | | <u><u>503,256</u></u> |

(1) These programs were considered major programs.

(2) These programs are part of the Child Nutrition Cluster

Note - Basis of Presentation

The schedule of expenditures of federal awards includes the federal grant activity of Unified School District No. 258 and is presented on the cash basis of accounting, and accordingly, represents the total cash expended for each program. It does not include transactions that might be included using the modified accrual basis of accounting which is the basis used in the District's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations*.

Reconciliation of federal expenditures to the financial statements:

| | Actual Cash Received | Expenditures per Statement 3 | Adjustment for Encumbrances July 1, 2011 | June 30, 2012 | Expenditures as Presented Above |
|---|-------------------------|---------------------------------|---|-----------------|------------------------------------|
| School Breakfast Program | 10.553 | 44,001 | 44,001 | | 44,001 |
| National School Lunch Program | 10.555 | 148,944 | 148,944 | | 148,944 |
| Summer Food Service Program for Children | 10.559 | 17,353 | 17,353 | | 17,353 |
| Fresh Fruit and Vegetable Program | 10.582 | 8,168 | 8,168 | | 8,168 |
| Rural Education | 84.358 | 8,350 | 46,956 | (20,534) | 26,422 |
| Title I Grants to Local Educational Agencies | 84.010 | 94,060 | 104,780 | (9,666) | 95,114 |
| Safe and Drug-Free Schools and Communities National Program | 84.184 | 16,340 | 16,737 | | 16,737 |
| Charter Schools | 84.282 | - | - | 4,380 | 4,380 |
| 21st Century Community Learning Centers | 84.287 | 80,466 | 96,959 | (5,524) | 91,435 |
| Education Technology State Grants | 84.318 | 25,500 | 35,112 | 6,206 | 33,530 |
| Improving Teacher Quality State Grants | 84.367 | 25,493 | 18,122 | 240 | 11,390 |
| Education Technology State Grants, Recovery Act (ARRA) | 84.386 | 1,443 | 1,443 | 707 | 2,150 |
| Title I Grants to Local Educational Agencies, Recovery Act (ARRA) | 84.389 | - | - | 1,802 | 1,802 |
| Education Jobs | 84.410 | 1,830 | 1,830 | | 1,830 |
| | <u>471,948</u> | <u>540,405</u> | <u>13,335</u> | <u>(50,484)</u> | <u>503,256</u> |