

Wichita Public Schools



Comprehensive Annual Financial Report 2011-2012

for the year ending June 30, 2012
Wichita, Kansas



www.usd259.org

Comprehensive Annual Financial Report

of the

Wichita Public Schools

Unified School District 259

Wichita, Sedgwick County, Kansas

For the Year Ended June 30, 2012

Prepared by:

Financial Services Department

WICHITA PUBLIC SCHOOLS MISSION STATEMENT

The work of Wichita Public Schools is to empower all students with the 21st century skills and knowledge necessary for success by providing a coherent, rigorous, safe and nurturing, culturally responsive, and inclusive learning community.



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Introductory Section





John Allison
Superintendent

December 12, 2012

To the Board of Education and the Citizens of Unified School District No. 259

The Comprehensive Annual Financial Report (CAFR) for the Wichita Public Schools, Unified School District No. 259 (District) for the fiscal year ended June 30, 2012, is submitted herewith. Generally Accepted Accounting Principles require that these financial statements present the District (the primary government) and its component units, if any. A component unit is a separate entity for which the District is financially accountable or the nature and significance of the relationship between the District and entity are such that exclusion would cause the District's financial statements to be misleading or incomplete. The District has determined that it does not have any component units.

The District's financial services department prepared this report. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the District's administrative team and, ultimately, with the Board of Education (Board). We believe the data presented in this report is accurate in all material aspects, presents fairly the financial position and results of operations as measured by the financial activity of the various funds, and includes all footnotes and disclosures necessary to gain an understanding of the District's financial activity.

This report conforms to the Governmental Accounting Standards Board's financial reporting principles. All disclosures necessary to enable the reader to gain maximum understanding of the District's financial activity have been included. The notes to the financial statements are considered to be an integral part of the financial statements and contain certain information not shown on the face of the financial statements that is required to be disclosed under Generally Accepted Accounting Principles. Readers of the financial statements are encouraged to thoroughly review the information contained in the notes in connection with their overall review of the financial statements.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget's Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." Information related to this single audit is included in a separately issued single audit report.

This report consists of three major sections:

1. Introductory Section – which contains a Letter of Transmittal, the Governmental Finance Officers Association (GFOA) Certificate of Achievement, the Association of School Business Officials (ASBO) Certificate of Excellence, the Shared Beliefs/Objectives, the District's organizational chart, and List of the Board of Education members.

2. Financial Section – which begins with the Independent Auditors' Report and includes Management's Discussion and Analysis, the Basic Financial Statements and footnotes that provide an overview of the District's financial position and operating results, the combining statements for nonmajor funds, and other schedules that provide detailed information relative to the Basic Financial Statements.
3. Statistical Section – presents social and economic data, financial trends, and demographic data about the District for the last ten years.

School District General Description

The District is in Sedgwick County located in south central Kansas. The major city within the District is Wichita with a population of more than 380,000, where approximately 97% of the students reside. The District covers more than 152 square miles and serves more than 50,000 students. The District consists of more than 100 schools and other centers.

The District is the largest school district in the State of Kansas (State). The District provides a full range of school programs and services authorized by state statutes. For the 2011 fiscal year, these services include educational programs for grades K-12, special education, Title I, pre-kindergarten, vocational education and other educational programs, transportation, nutrition services, health services, support services, and professional development activities for educators. Also, under supervision of the District, individuals and groups may utilize District facilities for community functions.

The District was established on July 1, 1965. A seven-member elected Board of Education (Board) governs the District. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined by the Governmental Accounting Standards Board. The Board of Education members are elected by the public and have policy-setting authority, the ability to significantly influence operations, and primary responsibility for fiscal matters.

Reporting Entity

The District is organized under the laws of the State, and as mentioned before, is governed by an elected seven-member board. Accounting principles generally accepted in the United States of America (GAAP) require these financial statements to present the District (the primary government) and its component units. There are no component units for which the District is considered to be financially accountable.

Major Initiatives

Important educational initiatives continued or implemented were:

- The Wichita Public Schools continued the implementation of a systemic program of prevention and intervention for all learners, through the Kansas Multi-Tiered System of Supports (MTSS). MTSS is a continuum of increasingly intense, researched-based interventions provided to students that helps them learn by responding to their academic and/or behavioral needs. It includes ongoing monitoring of effectiveness of all instruction provided. The outcome is to ensure that each student in USD 259 achieves to high standards. The District has planned for full system implementation by 2014-2015.

- Following the \$370 million bond election in 2008, the District has spent \$216 million towards the community-developed Facility Master Plan which includes:
 - Adding nine new schools to meet current and projected student population growth and to replace antiquated schools.
 - Adding over 200 new classrooms.
 - Building 60 storm shelter safe rooms.
 - Upgrading technical education.
 - Renovating or rebuilding physical education, athletic and fine art facilities.

Financial Information, Management, and Control

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

Management Responsibility This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. The management of the District is also responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that the assets of the government are safeguarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with Generally Accepted Accounting Principles, and that federal and state financial assistance programs are managed in compliance with applicable laws and regulations. Because of inherent limitations in any internal control structure, errors, irregularities, or instances of noncompliance may nevertheless occur and not be detected.

Legislation Below is a brief description of the most significant school finance legislation:

1. The spending level of the General fund is set by the State. The formula used by the State to determine individual school districts' General fund budgets included \$3,780 per full-time equivalent student plus additional weighting factors. Additional weighting was allowed for the following: vocational students--50%, bilingual students--39.5%, students transported over 2½ miles--15%, and low income students--55.6%. An additional 3.5% weighting was allowed for school districts with enrollments more than 1,622.
2. Since 1992, school districts have not had control over the level of ad valorem taxes levied for the General fund. The State sets the General fund tax levy for all Kansas public school districts. That levy peaked at 37 mills in 1995 and is currently set at 20 mills. However, the first \$20,000 of a personal residence is exempt from the General fund tax levy.
3. School districts are authorized to create a Supplemental General fund which enables spending above the level dictated by the State for the General fund. The school finance statute limits the Supplemental General fund to 31 percent of the General fund. The District's 2011-12 Supplemental General fund budget was 27 percent of the FY 2009

General fund, as calculated under the “hold harmless” provision implemented to prevent reduction of the Supplemental General fund due to legislative cuts to special education categorical aid and General fund base state aid per pupil.

4. The major revenue source for the Supplemental General fund is local ad valorem property taxes. However, districts with assessed valuations per pupil below the 81.2 percentile of the State’s median qualify for State funding as well. For 2011-12, the Supplemental General fund budget for the District was funded 61 percent by ad valorem taxes and 39 percent by state aid.
5. Because a year-end unencumbered cash balance in the General fund becomes a deduction from the following year’s state aid, the State authorized the establishment of a Contingency Reserve fund. As of June 30, 2012 the District’s fund balance of the Contingency Reserve fund was 4.7% of the General fund budget.

Budgetary Control In developing and evaluating the District’s accounting control system, consideration is given to the adequacy of internal accounting controls. Accounting control comprises the plan of organization and the procedures and records that are concerned with the safeguarding of assets and the reliability of financial records.

State statutes require that budgets be legally adopted for all funds, unless exempted by a specific statute. All legal operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments 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. Encumbered appropriations are not reappropriated in the ensuing year’s budget but are carried forward until liquidated or canceled. Accordingly, the data presented in the budgetary comparison statements differ from the data presented in the financial statements prepared in accordance with GAAP.

The budget is prepared by location and function. Once the Board adopts the budget, budgetary control is maintained through an online accounting system that includes encumbering estimated expenditures prior to the release of purchase orders to vendors. Purchase orders that exceed available budgeted funds are not released until additional appropriations are made. Monthly budget reports showing orders outstanding and funds available are provided to each manager of a specific location, function, or program.

Financial Condition

In accordance with Governmental Accounting Standards Board (GASB) Statement 34, management is responsible for preparing a Management Discussion and Analysis of the District. This discussion follows the Independent Auditors’ Report, providing an assessment of District finances for 2012.

Cash Management

State statutes permit investments of idle cash only in certain specified securities, including time deposits, repurchase agreements, the state investment pool, and United States Government obligations. The District attempts to maximize investment earnings on cash immediately not required for operations. Idle cash from all funds is pooled and invested.

Risk Management

The District has adopted self-insurance plans for workers' compensation, disability, and health and dental. The self-funded plans are internal service funds of the District. Each program is funded by a monthly contribution made by the District for each eligible employee.

The District has also adopted a self-insurance program to provide legal defense and pay claims against the Board when an incident occurs during the course of employment. There is a \$500,000 limitation based on government immunity law.

Financial Policies

The financial policies listed below outline a general framework of budgetary goals and objectives regarding the operating budget, debt service, capital expenditures, and financial reporting. These policies include:

Operating Budget Policy

- Current revenues will be sufficient to support current operating expenditures.
- Financial systems will be maintained to monitor expenditures, revenues, and program performance on an ongoing basis.
- The financial services department will estimate annual revenues by an objective, analytical process. The District will not include revenue in the budget that cannot be verified with documentation of its source and amount.
- The District where approved by law, sets fees and user charges at a level that fully supports the total direct and indirect costs of the activity.

Debt Policy

- The District will confine long-term borrowing as required by law.
- The District will not use long-term debt for current operations.
- The District will meet all debt service obligations when due.
- The District will maintain communication with bond rating agencies about its financial condition.
- The District will follow a policy of full disclosure in every financial report and official statement.

Capital Improvement Budget Policy

- The District will develop and administer a multi-year plan for capital improvements and update it annually.
- The District will budget for major capital projects in accordance with the priorities of the Board.
- The District will coordinate development of the capital improvement budget with development of the operating budget. Future operating costs associated with new capital improvement will be projected and included in operating budgets.
- The District will restrict any new or replacement construction to be consistent with state guidelines for school building utilization.
- The District will determine the least costly financing method for all new projects.

Accounting, Auditing, and Financial Reporting Policies

- The accounting system will report financial information, on a basis consistent for State reporting and with GAAP, as established by the GASB.
- Regular monthly and annual financial reports will present a summary of financial activity by fund.
- An independent public accounting firm will be selected by the Board and will perform an annual audit, and will publicly issue their opinion on the District's financial statement.
- The District will seek to obtain and maintain a Certificate of Achievement for Excellence in Financial Reporting from ASBO and GFOA.

State of Kansas Education Funding

- The General fund budget per pupil is determined by the legislature and was set at \$3,780, a reduction of 14.7% or \$653 per pupil since January 2009. In spite of decreased State funding (both restricted and unrestricted) since 2009, the District continues to support instruction by making cuts as far from the classroom as possible.
- The following cuts since 2009 will have a noticeable impact on District operations:
 - 35% reduction in central office administrators over two years.
 - 35.1 high school instructional staff.
 - 56.1 middle school staff.
 - 60.4 elementary school instructional staff.
 - 48 Title I teacher coaches.
 - 40% reduction in the Parents as Teachers program (9.45 FTE).
 - 14 family engagement facilitators.
 - 12 central office non-instructional positions.
 - 2 safety services positions.
 - 1 JROTC position.
 - 2 AmeriCorps positions.
 - 11 night custodians.
 - Reduction of computer purchases required to support the 5-year technology plan.
 - Elimination of middle school resource officers.
 - Elimination of the driver education program.
 - Consolidation of the Metro Midtown Alternative High School program into other sites.
 - Changing start times at eight elementary/pre-K schools and all early-start magnet schools to save transportation costs.

Economic Outlook and Conditions

State of Kansas Education Funding:

Fiscal Year 2012 ended on a positive note with total receipts slightly exceeding adjusted estimates, as the Kansas economy slowly recovers from the historic recession.

July 2011 to July 2012 Wichita Metro Comparison:

- Home sales increased 8.4 percent.
- Hotel occupancy rate decreased 1.2 percent.
- Number of outbound airline passengers decreased 0.5 percent.
- Outbound airfreight shipments decreased 7.2 percent.
- Wage and salary employment increased 0.5 percent.
- Unemployment rate decreased 0.9 percent.

For the Future

On November 2, 2010, Schools for Fair Funding filed a new lawsuit against the State of Kansas for failing to provide suitable funding for education. Testimony has been concluded, and the District expects a court ruling sometime in early 2013.

According to the Wichita State University Center for Economic Development and Business Research, "Wichita total nonfarm employment is expected to increase 1.7 percent in 2013, for a total gain of approximately 4,885 jobs."

"Manufacturing will grow modestly. Durable goods employment will increase by 0.4 percent, while non-durable goods manufacturing is expected to increase 2.2 percent, for a combined increase in manufacturing employment of 0.7 percent."

"The production sector, as a whole, will gain 745 jobs, or 1.1 percent."

"Trade, transportation and utilities are forecasted to increase by 820 jobs, or 1.6 percent."

"The service sectors are forecasted to increase 2.5 percent in 2013, while the government sector is expected to grow a mere 0.1 percent."

"State-wide, employment is projected to increase 1 percent in 2012 and 1.8 percent in 2013 or 24,175 jobs. The sectors predicted to have the highest expansion are as follows:

- Professional and business service up 5.7 percent, for a gain of 8,980 jobs
- Education and health services up 2.8 percent, for a net gain of 5,330 jobs
- Leisure and hospitality up 2.7 percent, for a net gain of 3,195 jobs"

"Government and information sectors are expected to decline .6 percent and .9 percent, respectively, for a combined loss of 1,785 jobs."

Independent Audit

The District is required under state law to have an annual audit of the books of accounts, financial records, and transactions by an independent certified public accounting firm. This requirement has been complied with, and the auditors' report is presented in the financial

Introductory Section

section of this report. The auditors' report related specifically to the single audit of federal financial assistance programs is available by separate cover.

Awards

The June 30, 2011, CAFR was awarded certificates for excellence in financial reporting by both the Government Finance Officers' Association and the Association of School Business Officials.

Both a Certificate of Achievement and a Certificate of Excellence are valid for a period of one year only. We believe our current report continues to conform to the requirements of both certificate programs, and we will again submit it for recognition. For more information, see subsequent pages.

Acknowledgments

The timely preparation of this CAFR could not have been completed without the dedicated efforts of the financial services department. We would like to express our gratitude to everyone who assisted in its preparation. We also extend our appreciation to our independent auditors, Allen, Gibbs & Houlik, L.C., for their assistance and the professional manner in which the audit was accomplished. We also commend the Board for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,



John Allison
Superintendent of Schools



Linda Jones
Chief Financial Officer

Certificate of Achievement for Excellence in Financial Reporting

Presented to
Unified School District No. 259
Kansas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Christopher P. Moine

President

Jeffrey R. Enen

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Wichita Public Schools for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2011. This was the eighteenth consecutive year that the District has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must comply with both Generally Accepted Accounting Principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting to the GFOA to determine its eligibility for another certificate.

Association of School Business Officials International

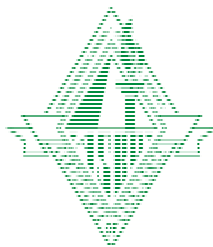


*The Certificate of Excellence in Financial Reporting Award
is presented to*

USD No. 259 Wichita Public School

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2011*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, reading "Brian L. Mee".

Brian L. Mee, SFO, RSBA
President

A handwritten signature in black ink, reading "John D. Musso".

John D. Musso, CAE, RSBA
Executive Director

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Wichita Public Schools for the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2011.

The Certificate of Excellence is an award of recognition granted by the Association of School Business Officials of the United States and Canada. The award certifies that the recipient school system has presented its Comprehensive Annual Financial Report to the ASBO Panel of Review for critical review and evaluation and that the report was judged to have complied with the principles and practices of financial reporting recognized by ASBO. The Certificate of Excellence is issued for a period of one year.

Receiving the award is recognition that a school system has met the highest standards of excellence in school financial reporting. We believe the current report continues to conform to Certificate of Excellence program requirements, and we are submitting it to the ASBO to determine its eligibility for another certificate.

Shared Beliefs

- Successful public education is a community partnership.
- Public education is essential for the improvement of society and democracy.
- Everyone has worth and dignity and is treated with respect.
- We profit from diversity.
- Everyone can and will learn.
- It is worth the effort to ensure everyone learns.
- High expectations are essential for success.
- Families provide an essential foundation for learning.
- All families want their children to be successful.
- Learning is a life-long process.
- Everyone is entitled to a safe, supportive and nurturing learning environment.
- Every student is entitled to equitable opportunities, resources and services.
- Belonging is a key to student success.
- Change is inevitable and necessary; our response is intentional.

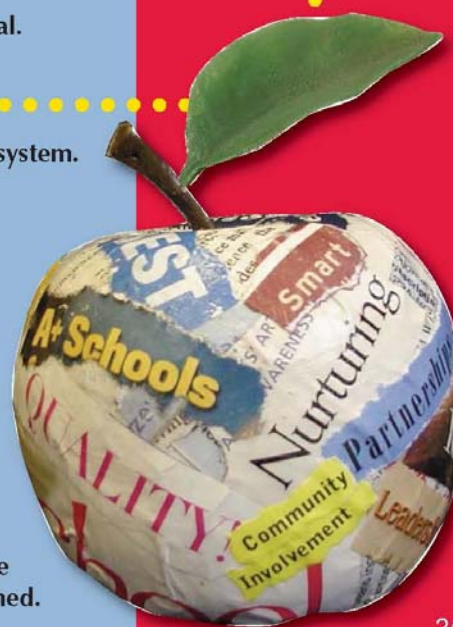
Objectives

- The graduation rate will be 100% using an aligned Pre-K–12 system.
- The 21st century skills and knowledge of all students will continually increase as measured by multiple assessments.
- The academic skill and knowledge gap among the student populations will be continually reduced until eliminated as measured by multiple assessments.
- The social skill and knowledge gap among the student populations will be continually reduced as measured by multiple assessments.
- A coherent, rigorous, safe and nurturing, culturally responsive and inclusive learning community will be fostered and sustained.



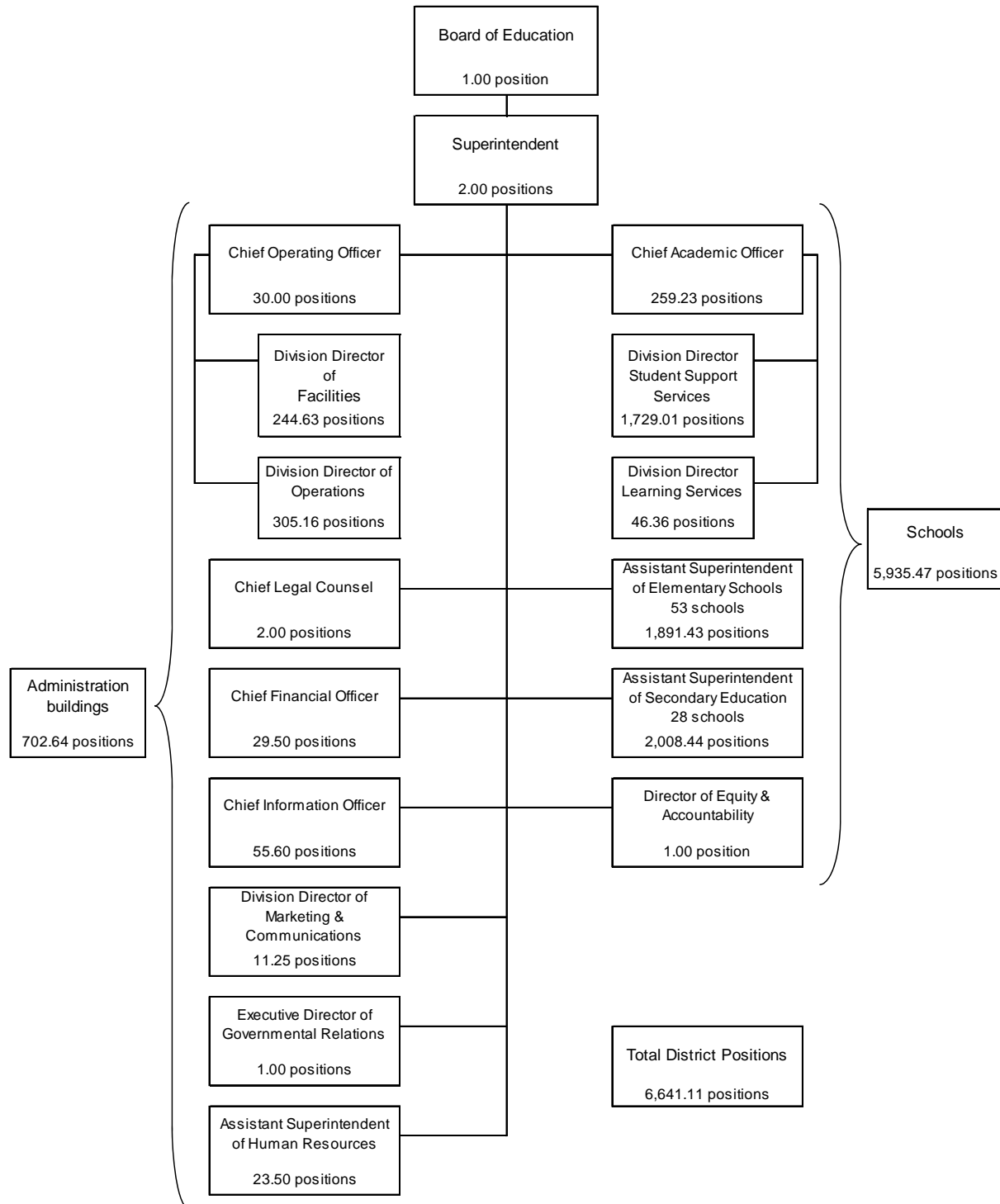
The Work of WPS

The work of Wichita Public Schools is to empower all students with the 21st century skills and knowledge necessary for success by providing a coherent, rigorous, safe and nurturing, culturally responsive and inclusive learning community.



2/09

WICHITA PUBLIC SCHOOLS DISTRICT ADMINISTRATION ORGANIZATION CHART



**WICHITA PUBLIC SCHOOLS
BOARD OF EDUCATION MEMBERS**

District 1

Betty Arnold
5311 Pembroke
Wichita, KS 67220



District 2

Connie Dietz
8310 Greenbriar Lane
Wichita, KS 67226



District 3

Barbara Fuller
6900 E. Zimmerly
Wichita, KS 67207



District 4

Jeff Davis
P.O. Box 13282
Wichita, KS 67213



District 5

Lanora Nolan
1664 Melrose Lane
Wichita, KS 67212



District 6

Lynn W. Rogers
935 Porter Ave
Wichita, KS 67203



At-Large

Sheril Logan
1505 N. Valleyview Ct.
Wichita, KS 67212



OFFICERS OF THE BOARD

President..... Betty Arnold
Vice President..... Connie Dietz
Treasurer Linda Jones
Clerk of the Board.....Michael Willome

SUPERINTENDENT OF SCHOOLS

John Allison



Financial Section



INDEPENDENT AUDITORS' REPORT

The Board of Education
Wichita Public Schools
Unified School District No. 259

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Wichita Public Schools Unified School District No. 259 (District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the Kansas Municipal Audit Guide, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 12, 2012 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed on the table of contents be presented to supplement the basic financial statements. Such information although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited

procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, 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 statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory and statistical sections listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

December 12, 2012
Wichita, Kansas

Management's Discussion and Analysis

It is a privilege to present to you the financial picture of the Wichita Public Schools Unified District 259 (District). This discussion and analysis provides an overall review of the District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the District's financial performance.

The Management Discussion and Analysis (MD&A) is an element of the reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

Financial Highlights

The District's FY'12 General fund base state aid was reduced by \$157 per student. To assist districts with the fourth year of reductions to base state aid (totaling \$653 per student since February 2009), the Legislature passed Senate Bill 111 which permitted districts to offset the loss of base state aid with available unencumbered cash balances in 13 special revenue funds. While the statute allowed the District to utilize up to \$16 million, due to cash flow requirements, the Board chose to utilize only \$4.8 million.

Because of the continued reductions in base state aid per pupil, the Kansas legislature implemented a hold harmless provision in 2009 that allowed Kansas school districts the ability to adopt Supplemental General fund (LOB) budgets based on 30 percent of the General fund as computed using the 2008-09 base state aid figure. However, since more districts across the state are qualifying for this limited funding source, as a result of the decline in the economy, many districts are receiving less LOB state aid than in the past. Due to this, the District's FY'12 LOB decreased by \$5.3 million. To avoid a tax increase on local taxpayers, the District chose to keep overall tax rates flat rather than increasing the LOB mill levy to make up for this reduction.

In spite of these state aid reductions, the District's overall financial position has improved since last year (see Table 1). Net assets increased \$43,356,506 due to conservative fiscal management, including salaries and benefit freezes for the third year in a row and the elimination of 200 positions. As reflected in Table 3, these measures enabled operating fund balances to increase slightly over those of FY'11. The Bond Capital Projects fund balance decreased significantly due to bond construction, including the completion of five new schools. Bond and Interest fund balances also decreased significantly due to the call of \$37,790,000 in bonds related to the 2005 crossover refunding of bond Series 2001. Capital Outlay fund balances decreased somewhat due to planned usage of accumulated reserves for the purpose of supplementing bond construction projects.

Overview of the Financial Statements

This annual report consists of three parts: Management's Discussion and Analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- ✓ The first two statements are *government-wide financial statements* that provide both *short-term* and *long-term* information about the District's *overall* financial status.
- ✓ The remaining statements are *fund financial statements* that focus on *individual parts* of the District, reporting the District's operations in *more detail* than the government-wide statements.
 - The *governmental funds statements* tell how basic services such as regular and special education were financed in the *short-term*, as well as what remains for future spending.
 - The *proprietary funds statements* provide information on internal service activities which manage multiple types of risk for the District.
 - *Fiduciary funds statements* provide information about the financial relationships in which the District acts solely as a *trustee* or *agent* for the benefit of others.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data.

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The Statement of Net Assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the Statement of Activities, regardless of when cash is received or paid.

The two government-wide statements report the District's *net assets* and how they have changed. Net assets – the difference between the District's assets and liabilities – are one way to measure the District's financial health or *position*.

- ✓ Over time, increases or decreases in the District's net assets are an indicator of whether its financial position is improving or deteriorating, respectively.
- ✓ To assess the District's overall health, you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school buildings and other facilities.

In the government-wide financial statements, the District's activities are divided into two categories:

- ✓ *Governmental activities*: All of the District's basic services are included here, such as regular and special education, transportation, and administration. Property taxes and state aid finance most of these activities.
- ✓ *Business-type activities*: The District does not have any business-type activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds – not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- ✓ Some funds are required by state law and by bond covenants.
- ✓ The District establishes other funds to control and manage money for particular purposes (such as repaying long-term debts) or to show proper use of restricted revenues (such as Federal grants).

The District has three kinds of funds:

- ✓ *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets (that can readily be converted to cash) flow in and out, and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, reconciliations have been provided with the governmental funds statements to explain the relationship (or differences) between them.
- ✓ *Proprietary funds:* Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements. The District's internal service funds report activities that provide supplies and services for its other programs and activities. The District currently has the following four internal service funds: the workers' compensation fund, the disability fund, the health fund, and the risk management fund.
- ✓ *Fiduciary funds:* The District is the trustee, or *fiduciary*, for assets that belong to others, such as the student activities funds. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements, because it cannot use these assets to finance its operations.

The District as a Whole

- The District's total net assets as of June 30, 2012, increased by \$43.4 million over June 30, 2011. This increase was in large part due to the District's reduction in general obligation bonds.
- The District's capital assets increased by \$106.4 million primarily due to the completion of various construction projects, including the construction of five new schools related to the 2008 community-approved \$370 million bond issue.

- Current and other assets decreased by \$142.8 million, \$37.8 million of which was due to the payoff of Series 2001 bonds through a crossover refunding. The refunding also decreased total liabilities.
- The reduction in current liabilities of \$5.7 million was due to a decrease in accounts payable resulting from completed construction projects.

**Table 1
As of June 30
Governmental Activities
Net Assets**

	2012	2011	Change Increase (Decrease)
Assets			
Current and Other Assets	\$352,662,088	\$495,443,068	(\$142,780,980)
Capital Assets	629,618,806	523,215,454	106,403,352
Total Assets	<u>\$982,280,894</u>	<u>\$1,018,658,522</u>	<u>(\$36,377,628)</u>
Liabilities			
Current and Other Liabilities	\$47,546,020	\$53,247,319	(\$5,701,299)
Long-Term Liabilities:			
Due Within One Year	43,933,491	82,053,188	(38,119,697)
Due in More than One Year	492,951,567	528,864,705	(35,913,138)
Total Liabilities	<u>\$584,431,078</u>	<u>\$664,165,212</u>	<u>(\$79,734,134)</u>
Net Assets			
Invested in Capital Assets Net of Related Debt	\$264,879,340	\$243,866,697	\$21,012,643
Restricted:			
Instruction and Support Services	13,881,209	15,930,095	(2,048,886)
Facilities and Capital Projects	35,472,632	39,494,516	(4,021,884)
Debt Service	22,492,365	20,876,849	1,615,516
Self-Insurance Claims	41,601,378	37,992,028	3,609,350
Special Education	12,472,770	3,370,405	9,102,365
Nutrition Services	12,093,756	10,284,378	1,809,378
Federal and State Grant Programs	2,180,807	1,823,584	357,223
Unrestricted	<u>(7,224,441)</u>	<u>(19,145,242)</u>	<u>11,920,801</u>
Total Net Assets	<u>\$397,849,816</u>	<u>\$354,493,310</u>	<u>\$43,356,506</u>

- The \$21 million increase in net assets invested in capital assets net of related debt was due to construction projects related to the District's Capital Improvement Program.
- The \$4 million decrease in net assets restricted for facilities and capital projects was due to the spending of reserves on bond-related projects.
- The \$3.6 million increase in net assets restricted for self-insurance claims is a result of cost containment measures such as the wellness program.

- The \$9.1 million increase in net assets restricted for special education and the \$11.9 million reduction in unrestricted net assets are due in large part to the partial funding of the OPEB and early retirement plan obligations. Trust assets are reflected in the fiduciary funds statements.
- The \$1.8 million increase in net assets restricted for nutrition services is attributable to delayed food purchases due to lack of guidance on the new Federal requirements.

Table 2 slightly rearranges the information from the Statement of Activities to show condensed revenues, expenses, and change in net assets for fiscal years 2012 and 2011.

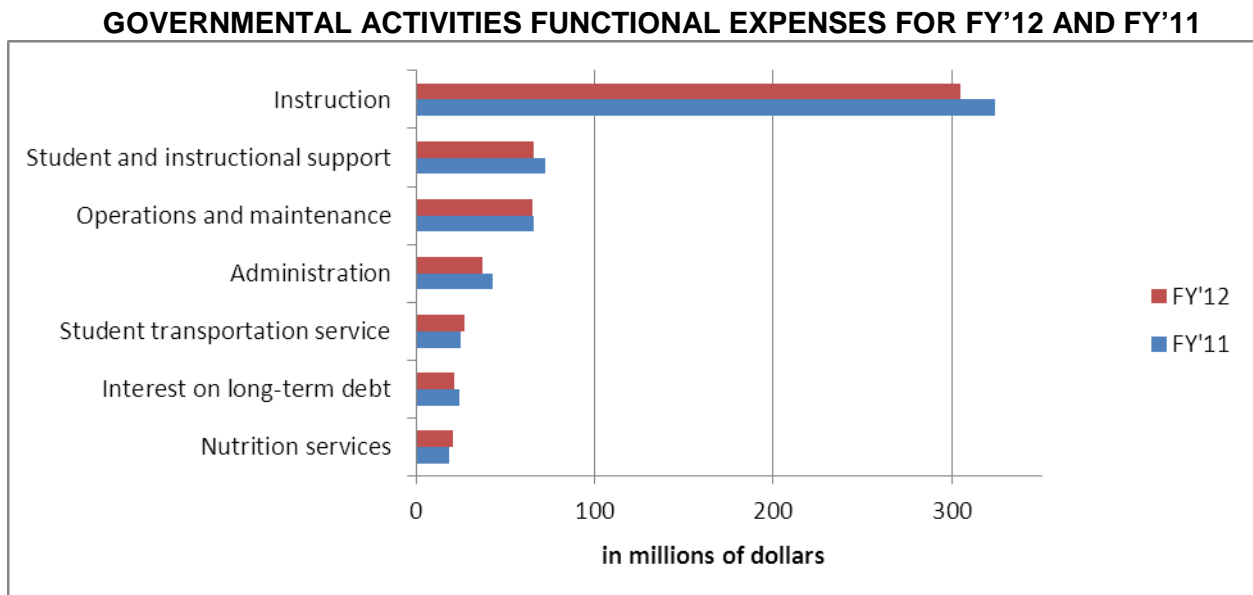
Table 2
Fiscal Years ended June 30
Changes in Net Assets
Governmental Activities

	2012	2011	Change Increase (Decrease)
Revenues:			
Program Revenues:			
Charges for Services	\$5,315,600	\$5,173,836	\$141,764
Operating Grants and Contributions	245,991,467	270,853,079	(24,861,612)
Capital Grants and Contributions	6,487,575	-	6,487,575
General Revenues:			
Property Taxes	152,246,674	148,191,597	4,055,077
State and federal aid not restricted to specific purpose	168,235,282	168,080,171	155,111
Federal aid restricted for debt service	4,814,100	4,888,103	(74,003)
Other	2,250,060	1,978,420	271,640
Total Revenues	<u>\$585,340,758</u>	<u>\$599,165,206</u>	<u>(13,824,448)</u>
Program Expenses:			
Instruction	\$304,492,992	\$324,059,324	(\$19,566,332)
Student and instructional support	66,154,324	72,600,464	(6,446,140)
Administration	36,896,438	42,705,447	(5,809,009)
Operations and maintenance	65,131,662	65,617,612	(485,950)
Student transportation service	27,485,148	25,302,589	2,182,559
Nutrition services	20,661,401	18,782,975	1,878,426
Interest on long-term debt	21,162,287	24,252,596	(3,090,309)
Total Expenses	<u>\$541,984,252</u>	<u>\$573,321,007</u>	<u>(31,336,755)</u>
Increase in Net Assets	\$43,356,506	\$25,844,199	\$17,512,307
Net Assets-Beginning	\$354,493,310	\$328,649,111	\$25,844,199
Net Assets-Ending	<u>\$397,849,816</u>	<u>\$354,493,310</u>	<u>\$43,356,506</u>

- The decrease in operating grants and contributions is primarily due to loss of Federal ARRA Stimulus, Stabilization, and Ed Jobs funds.
- The \$6.5 million increase in capital grants and contributions is due to Federal funding for FEMA storm shelters.
- Property tax collections increased by \$4 million due to growth in District assessed valuation.
- Other revenues increased due to transactions related to bond and capital projects.

The results of this year's operations as a whole are reported in the Statement of Activities on page 29. All expenses are reported first. Specific charges, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues.

The following chart compares expenditures by function to the prior fiscal year:



- Decrease in instructional expenses is due to loss of Federal ARRA Stimulus, Stabilization, and Ed Jobs funds.
- Decreases in student and instructional support, administration, and operations and maintenance were a result of reductions in State and Federal aid.
- Student transportation increased primarily due to an increase in the cost per contracted bus and higher costs of diesel fuel.
- Reduction in interest on long-term debt is due to bond refundings.

- Increase in nutrition services expenses is due to inflationary increases in the cost of food.
- Significant increases in the KPERS State-funded retirement costs are reflected in most functional areas.

The School District's Funds

At June 30, 2012, the District governmental funds reported a combined fund balance of \$250.4 million, a decrease of \$144.4 million from FY'11. This decrease is primarily due to the call of 2001 bonds and the completion of bond and capital projects now reflected as capital assets.

Table 3
Governmental Fund Balances
As of June 30 Year End

Governmental Funds	FY'12	FY'11	Change In Fund Balance
General	\$ 36,585,361	\$ 35,446,065	\$ 1,139,296
Special Education	15,694,301	14,222,361	1,471,940
State Intervention (K-12)	3,968,821	4,484,277	(515,456)
Other Governmental	27,795,891	29,415,132	(1,619,241)
Subtotal Operating Fund Balances	\$ 84,044,374	\$ 83,567,835	\$ 476,539
Bond Capital Projects	103,673,847	208,341,914	(104,668,067)
Capital Outlay	35,472,632	38,747,086	(3,274,454)
Bond and Interest	27,191,430	64,142,668	(36,951,238)
Total Governmental Fund Balances	<u>\$250,382,283</u>	<u>\$394,799,503</u>	<u>\$(144,417,220)</u>

General Fund Budgeting Highlights

The District's budget is prepared according to State statutes and uses the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. The most significant budgeted fund is the General fund.

Kansas Statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Management may amend the amount of a specific object or purpose appropriation without obtaining authorization from the Board, providing the amendments or transfers do not create a total budgeted expenditure amount for a specific fund in excess of the amount originally adopted by the Board. The General fund budget was amended from \$313,510,406 to \$318,109,201 as a result of the

Kansas Legislature appropriating additional funds to cover state-wide increased enrollment and weighting. The General fund budget was republished and ultimately increased \$4.6 million in June 2012 primarily due to additional State aid for new facilities and bilingual students. Due to the late notice of Legislative action, these additional funds were transferred to the Special Education fund at year-end to be used for increased costs in FY'13. This accounts for the majority of the variance in Transfers Out.

Instruction and Student and Instructional Support budgets were underspent \$4.7 million and \$2.4 million, respectively, primarily due to teacher vacancies related to uncertainty over State funding. FY'12 was the first year since FY'08 that the State aid per pupil was not cut mid-year. Hiring was ultimately delayed until the Board made decisions on new boundaries related to the closing of four antiquated elementary buildings and the opening of five newly-constructed schools.

The District's ending unobligated cash balance in the General fund was \$166,683 above the final budgeted amount due to the cancellation of purchase orders carried over from prior fiscal years which become a deduction from state aid in the subsequent year.

Special Education Fund

The Special Education fund balance increased by \$1.5 million over FY'11 due to the republication of the General fund for additional state aid payments which were then transferred to the Special Education fund. The \$15.7 million FY'12 fund balance will enable the District to fund FY'13 cost increases for this program. Since Special Education is a special revenue fund, all fund balances are restricted for special education purposes. Special education expenditures increased by \$2.8 million in fiscal year ending June 30, 2012, primarily due to increased transportation costs which are mandated by the State and Federal governments. The State reimburses districts for 80 percent of the cost of special education student transportation.

State Intervention Fund (K-12)

The funds generated for the State Intervention fund are based on low-income students who qualify for free lunches. The students served with these funds are considered at-risk and need additional instructional services, such as small-group reading instruction, which help to improve student learning. Due to the economy, the percentage qualifying for State intervention aid has increased annually. However, since state aid is a percentage of base State aid, and base State aid has been reduced significantly over the past three years, FY'12 State intervention aid revenue is down \$799,921 which contributed to lowering the fund balance by \$515,456. Though the State Intervention fund balance is restricted, the District's poverty level (approximately 75%) is high enough that classroom teacher costs may be charged to this fund. Expenditures for FY'12 increased largely due to the transfer of teacher costs from the General fund to the State Intervention fund as a result of General fund State aid cuts.

Bond Capital Projects

The Bond Capital Projects fund balance dropped from \$208.3 million in FY'11 to \$103.7 million due to land acquisition and facility construction related to the November 4, 2008, bond election. Currently \$320 million, of the \$370 million authorized in general obligation debt, has been issued. Bond proceeds authorized by the 2008 bond election have been used to construct one new high school, one new K-8 school and six new elementary schools, as well as to renovate high school fine arts and athletic facilities. The full amount of the June 30, 2012, fund balance is

restricted for use on bond projects and is expected to be utilized in 2013 prior to the sale of the final \$50 million in bonds authorized by the voters.

Capital Outlay Fund

The District has authority to levy up to 7 mills in the Capital Outlay fund through FY2015. The Capital Outlay fund is used for the purpose of acquisition, construction, repair, remodeling, additions to, furnishing, and equipment needs of the District. Increases in expenditures are a result of spending down the fund balance by \$3,274,454 previously accumulated for the purpose of supplementing bond construction. The Capital Outlay fund balance is restricted to furnishing, equipping, improving, repairing, acquiring, and constructing buildings and sites. To avoid an overall tax increase for FY'12, the District reduced the Capital Outlay mill levy by one mill, and increased the Supplemental General fund (LOB) by one mill to partially offset reduced LOB state aid.

Bond and Interest Fund

This fund is used to make principal and interest payments on the long-term debt obligations of the District authorized by the 2000 and 2008 bond elections. The fund balance in the Bond and Interest fund decreased from \$64.1 million to \$27.2 million due to the September 1, 2011, call of Series 2001 bonds related to the 2005 issuance of crossover refunding bonds. In 2005, the District issued crossover refunding bonds in the total amount of \$33,085,000 to advance refund Series 2001 bonds of \$37,780,000 called on September 1, 2011. The call of the Series 2001 bonds reduced both assets and debt by \$37.8 million. No bonds were sold in FY'12. The entire June 30, 2012, fund balance is restricted for payment of bond principal, interest, and issuance costs.

Capital Assets and Debt Administration

Capital Assets

At the end of the fiscal 2012 and 2011 years, the District had \$629,618,806 and \$523,215,454, respectively, invested in land, buildings and equipment. The increases in land and improvements, intangibles, construction in progress, and buildings and improvements were primarily attributable to construction projects authorized by the 2008 bond election.

Table 4
Governmental Activities
Capital Assets - Net of Depreciation

	<u>2012</u>	<u>2011</u>	<u>Change Increase (Decrease)</u>
Land and improvements	\$39,128,060	\$36,709,451	\$2,418,609
Intangibles	1,515,630	-	1,515,630
Construction in progress	139,705,309	94,048,222	45,657,087
Buildings and improvements	438,095,057	381,320,362	56,774,695
Machinery and equipment	11,174,750	11,137,419	37,331
Total capital assets - net of depreciation	<u>\$629,618,806</u>	<u>\$523,215,454</u>	<u>\$106,403,352</u>

Additional information about the District's capital assets can be found in the Notes to the Financial Statements.

Debt

At June 30, 2012, the District had \$458,650,000 in bonds and notes outstanding. Table 5 summarizes debt outstanding.

Table 5
Governmental Activities
Outstanding Debt, at Year End

	<u>2012</u>	<u>2011</u>	<u>Change Increase (Decrease)</u>
General Obligation Bonds	\$458,650,000	\$514,270,000	(\$55,620,000)

The September 1, 2011, call of the Series 2001 bonds reduced debt by \$37.8 million.

In November 2008 the voters approved \$370 million in bond improvements, of which \$320 million were issued by the end of FY'12. An additional \$50 million in bonding authority from the 2008 election remains but is not expected to be sold for another year. Construction of a new high school and other smaller projects remain to be completed from the unsold bonds.

At June 30, 2012, the overall legal debt margin was \$193,860,811. See page 112 in the Statistical Section for additional details on the District's legal debt margin. The District maintains an Aa2 and AA Moody's and Standard and Poor's financial ratings, respectively.

In April 2000 the voters approved a \$284.5 million bond issue, of which all bonds have been sold and all construction completed. For more information on the District's debt administration, please refer to the Notes to the Financial Statements.

Other Potentially Significant Matters

On September 13, 2012, the District issued \$22,930,000 in bonds to refund \$26,223,750 in Series 2002 bonds callable on October 1, 2012, with original maturities of 2017 and 2018.

Contacting the School District's Financial Management

Budgeting Web Page: <http://www.usd259.org/districtoffices/finance>

Contact Budgeting by E-mail: budgetoffice@usd259.net

Write the Budgeting Office:

Unified School District #259
Attention: Dee Grunder
201 N Water, Suite 605
Wichita, KS 67202

Contact Budgeting by Phone:

Linda Jones, Chief Financial Officer (316) 973-4529
Dee Grunder, Budgeting Director (316) 973-4528
Fax: Attention: Dee Grunder (316) 973-4600



Basic Financial Statements



**Wichita Public Schools
Unified School District No. 259
Statement of Net Assets
June 30, 2012**

	Governmental Activities
Assets	
Cash, cash equivalents and investments	\$ 196,564,840
Restricted cash, cash equivalents and investments	112,591,764
Receivables:	
State aid	30,337,237
Interest	259,075
Intergovernmental	8,825,465
Inventory	1,791,054
Cost of issuance	2,292,653
Capital assets:	
Land and construction in progress	161,181,041
Other capital assets, net of depreciation	468,437,765
Total assets	<u>982,280,894</u>
Liabilities	
Accounts payable	17,935,189
Accrued payroll	20,891,960
Interest payable	5,884,944
Unearned revenue	2,833,927
Long-term liabilities, including claims payable	
Due within one year	43,933,491
Due in more than one year	492,951,567
Total liabilities	<u>584,431,078</u>
Net Assets	
Invested in capital assets, net of related debt	264,879,340
Restricted for:	
Instruction and support services	13,881,209
Facilities and capital projects	35,472,632
Debt service	22,492,365
Self-insurance claims	41,601,378
Special education	12,472,770
Nutrition service	12,093,756
Federal and state grant programs	2,180,807
Unrestricted	(7,224,441)
Total net assets	<u>\$ 397,849,816</u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Activities
For the Year Ended June 30, 2012**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					Total Governmental Activities
Instruction	\$ 304,492,992	\$ 2,060,864	\$ 152,172,700	\$ -	\$ (150,259,428)
Student and instructional support	66,154,324	37,294	34,424,327	6,487,575	(25,205,128)
Administration	36,896,438	-	6,023,222	-	(30,873,216)
Operations and maintenance	65,131,662	-	5,868,713	-	(59,262,949)
Student transportation service	27,485,148	-	18,909,797	-	(8,575,351)
Nutrition services	20,661,401	3,217,442	19,056,176	-	1,612,217
Interest on long-term debt	21,162,287	-	9,536,532	-	(11,625,755)
Total primary government	\$ 541,984,252	\$ 5,315,600	\$ 245,991,467	\$ 6,487,575	(284,189,610)
General revenues:					
Property taxes levied for:					
General purposes					107,564,069
Debt service					27,004,292
Capital outlay					17,678,313
State and federal aid not restricted to specific purposes					168,235,282
State aid received for debt service (principal)					4,814,100
Earnings on investments					919,021
Miscellaneous					1,331,039
Total general revenues and special items					327,546,116
Change in net assets					43,356,506
Net assets-beginning					354,493,310
Net assets-ending					<u>\$ 397,849,816</u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Balance Sheet
Governmental Funds
June 30, 2012**

	General	Special Education	State Intervention (K-12)	Bond Capital Projects	Capital Outlay	Bond and Interest	Nonmajor Governmental Funds	Total Governmental Funds
Assets:								
Cash, cash equivalents and investments	\$ 18,975,686	\$ 20,459,879	\$ 8,826,805	\$ -	\$ 37,450,834	\$ 27,191,430	\$ 31,086,442	\$ 143,991,076
Restricted cash, cash equivalents and investments	-	-	-	112,591,764	-	-	-	112,591,764
Intergovernmental receivables	176,395	4,747,560	-	-	-	-	2,715,737	7,639,692
State aid receivable	30,337,237	-	-	-	-	-	-	30,337,237
Interest receivable	-	-	-	14,364	244,711	-	-	259,075
Inventory	1,060,873	-	-	-	-	-	730,181	1,791,054
Total Assets	\$ 50,550,191	\$ 25,207,439	\$ 8,826,805	\$ 112,606,128	\$ 37,695,545	\$ 27,191,430	\$ 34,532,360	\$ 296,609,898
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable	\$ 3,883,191	\$ 850,025	\$ 148,090	\$ 8,932,281	\$ 2,171,865	\$ -	\$ 1,865,566	\$ 17,851,018
Accrued payroll	9,559,560	4,000,194	4,709,894	-	51,048	-	2,559,055	20,879,751
Deferred revenue	522,079	4,862,919	-	-	-	-	2,311,848	7,496,846
Total Liabilities	13,964,830	9,513,138	4,857,984	8,932,281	2,222,913	-	6,736,469	46,227,615
Fund Balances:								
Nonspendable	1,060,873	-	-	-	-	-	730,181	1,791,054
Restricted	2,990,924	15,694,301	3,968,821	103,673,847	35,472,632	27,191,430	27,065,710	216,057,665
Assigned	13,265,618	-	-	-	-	-	-	13,265,618
Unassigned	19,267,946	-	-	-	-	-	-	19,267,946
Total fund balances	36,585,361	15,694,301	3,968,821	103,673,847	35,472,632	27,191,430	27,795,891	250,382,283
Total liabilities and fund balances	\$ 50,550,191	\$ 25,207,439	\$ 8,826,805	\$ 112,606,128	\$ 37,695,545	\$ 27,191,430	\$ 34,532,360	\$ 296,609,898

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets
June 30, 2012**

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balance -- governmental funds		\$ 250,382,283
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Cost	\$ 883,982,074	
Accumulated Depreciation	<u>(254,363,268)</u>	629,618,806
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
General Obligation Bonds Payable	(458,650,000)	
Premium on Bonds Payable	(11,167,693)	
Discount on Bonds Payable	21,610	
Deferred Refunding on Bonds Payable.	1,382,771	
Accrued Interest Payable on the Bonds	(5,884,944)	
Special Assessments	(405,540)	
Early Retirement Program	(39,487,707)	
Compensated Absences	(11,432,000)	
Other Post Employment Obligations	(4,985,868)	
Environmental Liability	<u>(1,284,729)</u>	(531,894,100)
Medicaid accounts receivable is not considered available to liquidate liabilities of the current period, and are therefore deferred in the funds. However, it is recognized as revenue in the entity-wide statements as soon as the related service has been provided.		4,662,919
Interest expense subsidy receivable is not considered available to liquidate liabilities of the current period and so is not recorded in the funds. It is recorded as revenue in the entity-wide statements.		1,185,877
Cost of issuing debt is not a financial resource and, therefore, is not reported in the funds		2,292,653
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets.		<u>41,601,378</u>
Total net assets -- governmental activities		<u>\$ 397,849,816</u>

The accompanying notes are an integral part of the basic financial statements.

Financial Section

Wichita Public Schools
Unified School District No. 259
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2012

	General	Special Education	State Intervention (K-12)	Bond Capital Projects	Capital Outlay	Bond and Interest	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:								
Taxes	\$ 107,562,872	\$ -	\$ -	\$ -	\$ 17,678,313	\$ 27,004,292	\$ 1,197	\$ 152,246,674
Intergovernmental - State	179,294,701	41,081,697	69,194,034	-	1,126	9,607,117	41,784,966	340,963,641
Intergovernmental - Federal	661,363	14,549,609	-	-	6,486,449	-	52,350,327	74,047,748
Interest expense subsidy - Federal	-	-	-	-	-	4,743,515	-	4,743,515
Charges for services	373,282	-	68,423	-	-	-	4,873,895	5,315,600
Earnings on investments	553	-	-	102,094	53,840	700,240	18,271	874,998
Other	1,190,115	34,503	-	-	-	-	106,421	1,331,039
Contributions	1,104,678	-	-	-	-	-	5,924	1,110,602
Total revenues	290,187,564	55,665,809	69,262,457	102,094	24,219,728	42,055,164	99,141,001	580,633,817
Expenditures:								
Current:								
Instruction	106,656,257	56,020,448	69,067,767	-	-	-	60,213,651	291,958,123
Student and instructional support	26,423,561	21,651,530	804,586	-	-	-	19,521,402	68,401,079
Administration	30,660,690	1,550,233	1,106,048	-	-	-	4,956,041	38,273,012
Operations and maintenance	53,587,116	5,861,094	289,197	-	-	-	6,052,816	65,790,223
Student transportation service	15,757,436	11,526,025	-	-	-	-	86,168	27,369,629
Nutrition services	8,723	-	-	-	-	-	20,647,504	20,656,227
Sub-total current expenditures	233,093,783	96,609,330	71,267,598	-	-	-	111,477,582	512,448,293
Facility acquisition and construction service	37,162	-	-	104,770,161	27,845,059	-	820,612	133,472,994
Debt Service:								
Principal retirement	-	-	-	-	-	17,830,000	-	17,830,000
Interest	-	-	-	-	-	23,386,402	-	23,386,402
Total expenditures	233,130,945	96,609,330	71,267,598	104,770,161	27,845,059	41,216,402	112,298,194	687,137,689
Excess (deficiency) of revenues over (under) expenditures	57,056,619	(40,943,521)	(2,005,141)	(104,668,067)	(3,625,331)	838,762	(13,157,193)	(106,503,872)
Other financing sources (uses):								
Payment on refunded bonds	-	-	-	-	-	(37,790,000)	-	(37,790,000)
Sale of property	-	-	-	-	350,877	-	-	350,877
Transfers in	3,488,680	45,904,141	1,489,685	-	-	-	11,636,785	62,519,291
Transfers out	(59,162,528)	(3,488,680)	-	-	-	-	-	(62,651,208)
Total other financing sources (uses)	(55,673,848)	42,415,461	1,489,685	-	350,877	(37,790,000)	11,636,785	(37,571,040)
Net change in fund balances	1,382,771	1,471,940	(515,456)	(104,668,067)	(3,274,454)	(36,951,238)	(1,520,408)	(144,074,912)
Fund balances at beginning of year	35,446,065	14,222,361	4,484,277	208,341,914	38,747,086	64,142,668	29,415,132	394,799,503
Change in reserve for inventory	(243,475)	-	-	-	-	-	(98,833)	(342,308)
Fund balances at end of year	\$ 36,585,361	\$ 15,694,301	\$ 3,968,821	\$ 103,673,847	\$ 35,472,632	\$ 27,191,430	\$ 27,795,891	\$ 250,382,283

The accompanying notes are an integral part of the basic financial statements.

Financial Section

Wichita Public Schools Unified School District No. 259 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2012

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances -- total governmental funds **\$ (144,074,912)**

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded the amount of assets capitalized in the current period.

Depreciation expense	\$ (19,208,859)	
Capital assets capitalized	<u>130,419,917</u>	111,211,058

In the statement of activities, the loss on impairment of capital assets is reported. (2,287,116)

In the statement of activities, the gain or loss from the sale of capital assets is reported, whereas in the governmental funds, only any proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the cost of capital assets sold. (2,850,117)

Revenues reported in the funds that do not provide current financial resources are reported as revenues in the statement of activities 4,662,919

Deferred refunding on bonds payable decrease the current financial resources to governmental funds but do not decrease long-term liabilities in the statement of net assets. (197,475)

The amortization of bond premiums and discounts decrease the long term liabilities in the statement of net assets but do not provide current financial resources to the governmental funds 1,838,993

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

General obligation bonds	17,830,000	
Refunded bonds	37,790,000	
Special assessments	<u>24,294</u>	55,644,294

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 582,595

In the statement of activities, certain operating expenses -- compensated absences, early retirement benefits, and arbitrage liabilities -- are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid). This year, the following differences were noted:

Compensated absences earned exceeded benefits paid	(113,000)	
Early retirement benefits paid exceeded benefits earned	18,798,566	
Environmental liabilities incurred exceeded amounts paid	<u>585,771</u>	19,271,337

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities. 3,609,350

In the statement of activities, an asset is incurred for the cost of bond issuance, whereas in governmental funds, the cost of bond issuance expenditure is reported when paid. (216,113)

In the statement of activities, a liability is accrued for other post employment benefits, whereas in governmental funds, other post employment benefits expenditure is reported when paid. (3,495,999)

In the statement of activities, consumption of inventory is reported as an expense, whereas in governmental funds, changes in inventory are adjustments to fund balance. (342,308)

Change in net assets of governmental activities **\$ 43,356,506**

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Net Assets
Proprietary Funds
June 30, 2012**

	Internal Service Funds
Assets:	
Current assets:	
Cash, cash equivalents and investments	\$ 52,573,764
Total current assets	<u>52,573,764</u>
Liabilities:	
Current liabilities:	
Accrued liabilities	84,275
Accrued salaries	12,209
Current portion - claims payable	<u>6,641,125</u>
Total current liabilities	<u>6,737,609</u>
Noncurrent liabilities	
Long-term claims payable	<u>4,234,777</u>
Total liabilities	<u>10,972,386</u>
Net Assets:	
Total net assets restricted for self-insurance claims	<u>\$ 41,601,378</u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended June 30, 2012**

	Internal Service Funds
Operating revenues:	
Charges for services	\$ 50,971,201
Other insurance reimbursements	680,277
Total operating revenues	<u>51,651,478</u>
Operating expenses:	
Contractual services	<u>48,218,063</u>
Total operating expenses	<u>48,218,063</u>
Operating income	<u>3,433,415</u>
Nonoperating revenues:	
Interest	<u>44,018</u>
Total nonoperating revenues	<u>44,018</u>
Income before transfers	3,477,433
Transfers in	<u>131,917</u>
Change in net assets	3,609,350
Total net assets-beginning of year	<u>37,992,028</u>
Total net assets-end of year	<u><u>\$ 41,601,378</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2012**

	Internal Service Funds
Cash flows from operating activities:	
Cash received from services	\$ 50,971,201
Cash received from insurance companies	680,277
Cash payments for claims	<u>(49,552,152)</u>
Net cash flow from operating activities	<u>2,099,326</u>
Cash flows from non-capital financing activities:	
Transfers from other funds	<u>131,917</u>
Net cash flow from non-capital financing activities	<u>131,917</u>
Cash flows from investing activities:	
Interest on investments	<u>44,018</u>
Net cash flow from investing activities	<u>44,018</u>
Net change in cash and cash equivalents	2,275,261
Cash and cash equivalents-beginning of the year	<u>50,298,503</u>
Cash and cash equivalents-end of the year	<u><u>\$ 52,573,764</u></u>
 Reconciliation of operating income to net cash flow from operating activities:	
Operating income	\$ 3,433,415
Adjustments to reconcile operating income to net cash flow from operating activities:	
Change in accrued liabilities	(32,878)
Change in claims payable	<u>(1,301,211)</u>
Net cash flow from operating activities	<u><u>\$ 2,099,326</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012**

	Employee Benefit Trust Funds	Agency Funds
Assets:		
Cash and cash equivalents	\$ 2,430,956	\$ 5,311,035
Certificates of deposit	22,209,802	-
Interest receivable	2,298	-
Total assets	<u>24,643,056</u>	<u>5,311,035</u>
Liabilities:		
Due to others	-	5,311,035
Total liabilities	<u>-</u>	<u>5,311,035</u>
Net Assets:		
Held in trust for other employee benefits	<u>24,643,056</u>	-
Total net assets	<u><u>\$ 24,643,056</u></u>	<u><u>\$ -</u></u>

The accompanying notes are an integral part of the basic financial statements.

**Wichita Public Schools
Unified School District No. 259
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2012**

	Employee Benefit Trust Funds
Additions:	
Employer contributions	\$ 10,954,625
Retiree contributions	2,967,131
Interest income	19,602
Total additions	<u>13,941,358</u>
Deductions:	
Benefits	12,509,307
Administration	152,561
Total deductions	<u>12,661,868</u>
Change in net assets	1,279,490
Net assets - beginning of year	<u>23,363,566</u>
Net assets - end of year	<u><u>\$ 24,643,056</u></u>

The accompanying notes are an integral part of the basic financial statements.

**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

NOTES TO THE FINANCIAL STATEMENTS

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**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Wichita Public Schools, Unified School District No. 259, (District) is organized under the laws of the State of Kansas (Kansas) and is governed by an elected seven-member board. Accounting principles generally accepted in the United States of America (GAAP) require these financial statements present the District (the primary government) and its component units. There are no component units for which the District is considered to be financially accountable.

B. Government-wide and Fund Financial Statements

Government-wide Financial Statements – The statement of net assets and the statement of activities report information on all of the nonfiduciary activities of the primary government.

The effect of interfund activity has been eliminated from these statements unless immaterial.

The statement of net assets presents the financial condition of the governmental activities of the District at year-end. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements – The fund financial statements include separate financial statements that are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Expenditures in the financial statements are grouped by function. Following are descriptions of the District's functions.

Instruction – Activities dealing directly with the interaction between teachers and students, and contracted instructional services.

Student and Instruction Support – Activities designed to assess, improve the well-being of students, supplement the teaching process, and assist the instructional staff of learning experiences for students. Includes student attendance, social work, student substance abuse assistance, nursing, psychology, speech pathology, audiology, curriculum improvement, counseling and guidance services, and library and media costs.

Administration – Activities concerned with establishing and administering policy for the operation of the school district. Includes only Board of Education support staff, special education central-office costs, community relations, school administration, staff relations/union negotiations, the superintendent's staff, assistant superintendents, area directors, and the superintendent.

Operations and Maintenance – Activities concerned with the recruitment, hiring, and paying of staff. Includes the budgeting, purchasing, paying for, distributing, exchanging, and warehousing of goods and services. Also includes the Chief Financial Officer and business support costs such as printing and duplication, fiscal services, budgeting, payroll, and financial accounting. Includes other instructional and supporting services such as planning, research, development, evaluation, information, and data processing, in addition to, other supplemental services such as operations, maintenance, and security of schools and central office buildings including heating, lighting, ventilation, repair and maintenance of facilities, plus care and upkeep of grounds, equipment, and vehicles.

Student Transportation Services – Activities concerned with conveying students to and from school, as provided by State and Federal law. This includes trips between home and school, and trips to and from school activities.

Nutrition Services – Activities concerned with providing food to students and staff in a school or local education agency. This service area includes preparing and serving regular and incidental meals, lunches, or snacks in connection with school activities and food delivery.

Facility Acquisition and Construction Service – Activities concerned with acquiring land and buildings, remodeling buildings, constructing buildings, additions to buildings, initially installing or extending service systems and other built-in equipment, and improving sites.

Debt Service – Servicing the debt of the local education agency, including payments of both principal and interest.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements, except for agency funds, which have no measurement focus. All assets and liabilities associated with the operation of the District are included on the statement of net assets. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the budget year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Entitlements and state aid are recorded at the time of receipt or earlier if the susceptible to accrual criteria is met. Expenditure-driven grants are recognized as revenues when the qualifying expenditures have been incurred and all other grant requirements have been met. Other receipts become measurable and available when cash is received by the government and is recognized as revenue at that time.

The District reports the following major governmental funds:

General fund – this is the District’s primary operating fund.

Special Education – used to account for programs which deliver educational services to special needs students. The primary revenues supporting this fund are from restricted federal grants and state aid restricted for this purpose.

State Intervention (K-12) – used to account for programs for the District’s population by providing educational opportunities and instructional services to assist in closing the achievement gap. The primary revenues supporting this fund are from state aid restricted for this purpose.

Bond Capital Projects – used to account for the acquisition or construction of major capital facilities funded from general obligation bond proceeds.

Capital Outlay – used to account for the acquisition and construction of major capital facilities other than those financed from general obligation bond proceeds.

Bond and Interest – used for payment of principal and interest on the District’s general obligation bonds when such bonds are outstanding.

Additionally, the District reports the following fund types:

Internal service funds – these funds account for the District’s self-insurance programs provided to other departments or agencies of the government, on a cost reimbursement basis.

Fiduciary funds – the District has three agency funds which are used to account for assets held by the District as an agent for others. The funds include assets held for activities such as student organizations and athletics, funds held for employee payroll withholdings and flexible spending accounts. They are custodial in nature, and do not involve measurement of results of operations.

The District also has two employee benefit trust funds to account for activities related to the District’s other post-employment healthcare plan, and its early retirement incentive plan. The trusts accumulate resources for payment of benefits to qualified employees under each plan.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the District’s internal service funds are charges for insurance services. Operating expenses for internal service funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities, and Equity

1. *Deposits and Investments*

K.S.A. 12-1667 authorizes the District to invest moneys not regulated by other statutes in time deposits, repurchase agreements consisting of obligations insured by the U.S. government or any agency thereof, U.S. Treasury bills or notes with maturities not exceeding two years, and the Kansas Municipal Investment Pool. Investments are reported at fair value based on quoted market prices.

The investments of proceeds of long-term debt are governed by specific statutes and authorize the District to invest in the following:

- Investments authorized by K.S.A. 12-1675
- Direct obligations of the U.S. government or any other agency thereof
- Money market funds comprised entirely of obligations of the U.S. Treasury and agencies thereof
- Obligations of any municipality of Kansas
- Investment agreements with a financial institution rated in the three highest rating categories by Moody's or Standard and Poor's.

Cash resources of the individual funds (except for the proceeds of general obligation bonds, which are separately invested) are combined to form a pool of cash and temporary investments that are managed by the District Treasurer. Investments of the pooled accounts consist primarily of certificates of deposits. Interest income earned is allocated to various funds based upon statutory requirements. Restricted cash and investments include the unspent proceeds from general obligation bond issues and funds held in escrow from crossover refunding bond sales.

For purposes of the statement of cash flows, the District considers all investments by fund in the District's cash and investment pool to be cash equivalents.

2. *Receivables*

Taxes are assessed on a calendar-year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all tax entities within the county. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. Tax installments paid to the County Treasurer in May are budgeted to finance the current year's operations and are distributed to the District prior to fiscal year end.

State statutes provide that in the month of June of each school year, payment (from the State to District) shall be made of the full amount of the general state aid for the year. The State did not make the final state aid payment of \$30,337,237 for the fiscal year ended June 2012 until July 2012. The District was instructed by the State to record the final payment as though it had been received on June 30, 2012. This receipt was recorded for the budgetary basis; however it was recorded as a receivable by the General and Supplemental General Funds for the government-wide and fund financial statements.

3. *Inventories*

Inventories of supplies are stated at cost using the standard cost method. Inventories in the general fund consist of educational and maintenance supplies. Inventories in the special revenue funds are food supplies. The purchase method is used to account for governmental fund type inventories. Under the purchase method, inventories are recorded as expenditures when purchased; however, material amounts of inventories are reported as assets of the respective fund. Reported inventories in these funds are equally offset by the nonspendable fund balance category, which indicates they are unavailable for appropriation even though they are a component of reported assets. Textbooks are expensed at the time of purchase and equally offset by the textbook rental fund. On hand quantities of textbooks are tracked internally, and a replacement value for textbooks is established using the "purchasing list price" of the textbook multiplied by the on hand quantity.

4. *Capital Assets*

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets, but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their estimated fair values as of the date received. The District maintains a capitalization threshold of \$2,000 for regular capital assets, \$100,000 for special assessments and \$1,000,000 for other intangibles. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. All reported capital assets except land are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Useful Lives
Buildings	50 years
Building Improvements	10-30 years
Land Improvements	10-30 years
Machinery and Equipment	5-20 years
Intangibles: Special Assessments	50 years

5. *Compensated Absences*

The District annually grants employees temporary leave, the amount of which varies with the classification of the employee. All vacation days accrue monthly. As of June 30 each year, vacation in excess of 40 days is converted to temporary leave. Temporary leave, which consists primarily of sick and personal leave, is allowed to accrue without limit. Upon separation from the District, unused accrued vacation leave up to 20 days is paid on the basis of current salary. An employee who dies or who retires or resigns honorably after reaching age 55 or completing 5 years of employment is eligible for a severance payment. The severance payment is paid at a rate of \$3.75 per unused accrued temporary leave hour and unused accrued vacation leave hours in excess of 20 days. All vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

6. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. Fund Equity

As prescribed by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, governmental funds report fund balance classifications based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the funds can be spent.

In the governmental funds, equity is shown as fund balance and classified into five components:

- (1) Nonspendable: assets that are not in spendable form (such as inventory)
- (2) Restricted: amounts with externally imposed constraints, such as those mandated by creditors, grantors, contributors, or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws or regulations.
- (3) Committed: Amounts with a purpose formally imposed by resolution of the Board of Education; binding unless modified or rescinded by the Board of Education
- (4) Assigned: The Board of Education adopted board policy P3414 authorizing the Board of Education or Chief Financial Officer to assign fund balance. Encumbrances shall be considered assigned unless they specifically meet the requirements to be restricted or committed.
- (5) Unassigned: All amounts not included in the other classifications

The District considers unrestricted amounts to be spent prior to restricted amounts when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. When expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used (committed, assigned or unassigned), the District considers committed amounts to be spent first, followed by assigned and then unassigned amounts.

8. Net Assets

Net assets represent the difference between assets and liabilities. *Net assets invested in capital assets, net of related debt*, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as *restricted* when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted resources are used first to fund appropriations.

9. *Estimates*

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect: (1) the reported amounts of assets and liabilities, (2) disclosures such as contingencies, and (3) the reported amounts of revenues and expenses included in such financial statements. Actual results could differ from those estimates.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Kansas statutes require budgets be adopted for all funds, unless exempted by a specific statute. The statutes provide for the following sequence and timetable in the adoption of the legal budget.

1. Preparation of the budget for the current fiscal year on or before August 1.
2. Publication in local newspaper of the proposed budget and notice of hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least 10 days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.

Kansas statutes allow school districts to operate from July 1 to August 15 without an adopted budget. Kansas statutes also dictate the level of the general fund budget based on a formula that used \$3,780 per full-time equivalent weighted student as of September 20. Because the number of students as of September 20 of the budget year was not known at the time of budget adoption, an estimated number was used. If the estimate is too low, the Board of Education is allowed by statute to increase the general fund budget to the actual amount after following the procedures for publication and public hearing as outlined above. For the current year, the estimated general fund budget was too low due to an increase in low income and non-English speaking students.

Kansas statutes limit the supplemental general fund budget to a percentage of the general fund budget. However, once adopted, the supplemental general fund budget may not be increased. For the year ended June 30, 2012, the adopted supplemental general fund budget was not changed.

The District's legal level of budget control is at the fund level. Kansas statutes allow for the governing body to increase the original adopted budget for previously unbudgeted increases in revenue other than ad valorem taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after the publication, the hearing may be held and the governing body may amend the budget at that time.

Kansas statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Management may amend the amount of a specific object or purpose appropriation without obtaining authorization from the Board of Education providing the amendments or transfers do not create a total budgeted expenditure amount for a specific fund in excess of the amount originally adopted by the Board of Education.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments 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. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled. Accordingly, the data presented in the budgetary comparison statements differ from the data presented in the financial statements prepared in accordance with GAAP.

A legal operating budget is not required for the internal service funds, the agency funds and the following funds:

General fund subfunds:

- Supplemental grants – state and local
- Contingency reserve

Special revenue funds:

- Athletic activity
- Student material revolving
- Supplemental grants - federal
- Textbook rental
- Music rental

Capital project funds:

- Bond capital projects

The spending in funds which are not subject to legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the Board. The state of Kansas allows spending above legal operating budgets by amounts received from unbudgeted grants and reimbursements.

During 2011, the Legislature of the State of Kansas approved a bill allowing school districts, for the school year 2011-2012, to expend the unencumbered balance of the moneys held in various funds, subject to certain limitations outlined in the bill. Unencumbered cash balances in the following funds may be used: Special Education, State Intervention (K-12), 4-Year Old State Intervention, Bilingual Education, Contingency Reserve, Driver Education, Parents as Teachers, Professional Development, Summer School, Textbook Rental, Athletic Activity, Music Rental, Student Material Revolving, Virtual Education, and Vocational Education. 100% of unencumbered cash balances may be used from these fifteen funds, except for the Special Education, Textbook Rental, Athletic Activity, Music Rental and Student Material Revolving funds, from which only one-third of the balances may be used. Additionally, the amount of money expended by a district in the school year 2011-2012 from unencumbered cash balances shall not exceed, in the aggregate, an amount determined by the state board of education based on a district's enrollment multiplied by the difference between \$4,012 and the base state aid per pupil of \$3,937. Based on this calculation, the maximum amount the District could have spent for 2011-2012 from these unencumbered cash balances was \$16,624,447. The District actually spent \$4,756,624.

During 2012, the Legislature of the State of Kansas extended this bill for the school year 2012-2013. The amount of money expended by the district in the school year 2012-2013 from unencumbered cash balances shall not exceed, in the aggregate, an amount determined by the state board of education based on a district's enrollment multiplied by the difference between \$4,012 and the base state aid per pupil of \$3,780. For 2012-2013, the maximum amount the District can spend from these unencumbered cash balances is \$17,946,775. The board approved spending of \$2,267,451.

III. DETAILED NOTES ON DISTRICT ACCOUNTS

A. Deposits and Investments

Custodial Credit Risk. For deposits and investments, custodial credit risk is the risk that, in the event of the failure of the 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. As of June 30, 2012, District deposits were not exposed to custodial credit risk since all were either covered by federal depository insurance or the collateral was held by the District's agent in the District's name. The District does not have a formal policy regarding custodial credit risk, though it follows Kansas statutes, which require that deposits be secured 100%, and investments be perfected in the name of the investing entity and be delivered to a third-party custodian. All district investments were not exposed to custodial credit risk as they were being held by the proper third party custodian.

Credit Risk. State law limits the types of investments that the District may make (see Note I.D.1). The District's investment policy does not add any further limitations. As of June 30, 2012, the securities underlying the District's repurchase agreements include FNMA government agency securities. All were rated AA+ by Standard & Poor's and AAA by Moody's Investors Service as of June 30, 2012. Other investments include FHLB and FHLMC government agency securities rated AA+ by Standard and Poor's.

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. The District has concentrations of investments as of June 30, 2012, as follows:

Investments	Percentage of Investments
FHLB	5%
FHLMC	23%

Interest Rate Risk. State law and the District's investment policy limit investments in U.S. Treasury bills or notes to those with maturities not exceeding two years. District policy also states that portfolio maturities shall be staggered in a way that avoids undue concentration of assets in a specific maturity sector, and that the investment portfolio shall remain sufficiently liquid to enable the District to meet all operating requirements which might reasonably be anticipated.

At June 30, 2012, the District had investment of \$14,051,289 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage backed securities. In addition, the state pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers. The pool's fair value, listed below, is the same as the value of the pool shares.

As of June 30, 2012, the District had the following investments and maturities:

Investment Type	Investment maturities (in Years)		
	Fair Value	Less than 1	1-5
Repurchase agreements	\$ 23,000,000	\$ 23,000,000	\$ --
U.S. Treasury Bills	89,859,183	89,859,183	--
Kansas Municipal Investment Pool	14,051,289	14,051,289	--
U.S. Government agencies	55,962,832	55,962,832	--
Treasury obligation mutual bond funds	13,192,594	13,192,594	--
Total	<u>\$ 196,065,898</u>	<u>\$ 196,065,898</u>	<u>\$ --</u>

Deposits and investments at June 30, 2012 appear in the financial statements as summarized below:

Carrying amount of deposits	\$ 143,042,499
Carrying amount of investments	<u>196,065,898</u>
Total	<u>\$ 339,108,397</u>
Cash and investments - governmental funds, balance sheet	\$ 256,582,840
Cash and investments - internal service funds, statement of net assets	<u>52,573,764</u>
Cash and investments - governmental activities statement of net assets	309,156,604
Cash and investments - fiduciary funds	<u>29,951,793</u>
Total	<u>\$ 339,108,397</u>

B. Capital Assets

Capital asset activity for the year ended June 30, 2012 was as follows:

	Balance July 1, 2011	Increases	Decreases	Balance June 30, 2012
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 18,860,766	\$ 2,677,709	\$ 62,743	\$ 21,475,732
Construction in progress	94,048,222	114,168,003	68,510,916	139,705,309
Total capital assets, not being depreciated	<u>112,908,988</u>	<u>116,845,712</u>	<u>68,573,659</u>	<u>161,181,041</u>
Capital assets, being depreciated:				
Buildings and improvements	598,738,873	76,400,176	9,880,868	665,258,181
Machinery and equipment	27,640,770	3,053,718	2,054,399	28,640,089
Land improvements	26,103,279	1,445,123	161,269	27,387,133
Intangibles	--	1,515,630	--	1,515,630
Total capital assets being depreciated	<u>652,482,922</u>	<u>82,414,647</u>	<u>12,096,536</u>	<u>722,801,033</u>
Less accumulated depreciation for:				
Buildings and improvements	217,418,511	15,056,865	5,312,252	227,163,124
Machinery and equipment	16,503,351	2,503,982	1,541,994	17,465,339
Land improvements	8,254,594	1,648,012	167,801	9,734,805
Intangibles	--	--	--	--
Total accumulated depreciation	<u>242,176,456</u>	<u>19,208,859</u>	<u>7,022,047</u>	<u>254,363,268</u>
Total capital assets, being depreciated, net	<u>410,306,466</u>	<u>63,205,788</u>	<u>5,074,489</u>	<u>468,437,765</u>
Governmental activities capital assets, net	<u>\$ 523,215,454</u>	<u>\$ 180,051,500</u>	<u>\$ 73,648,148</u>	<u>\$ 629,618,806</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
Instruction	\$ 17,793,972
Student and Instructional Support	44,207
Administration	16,247
Operations and Maintenance	1,171,059
Transportation	12,052
Nutrition Service	171,322
Total depreciation expense – governmental activities	<u>\$ 19,208,859</u>

Program expenses include an impairment loss of \$2,287,116 due to the change in use of certain facilities from education to storage or other uses as follows:

	Impairment Loss
Instruction	\$ 2,058,404
Operations and maintenance	228,712
	<u>\$ 2,287,116</u>

Additionally, during fiscal 2012, the District ceased using other buildings as school facilities. The District is evaluating its options for continued use of the buildings, and has not yet determined if they will be permanently closed, or used for alternative purposes. Therefore, the District has not recorded any impairment on these facilities. The remaining net book value of the buildings as of June 30, 2012 was \$6.4 million.

C. Long-Term Debt

Long-term liability activity for the year ended June 30, 2012 was as follows:

	Balance June 30, 2011	Additions	Reductions	Balance June 30, 2012	Due within one year
General obligation bonds	\$ 514,270,000	\$ --	\$ 55,620,000	\$ 458,650,000	\$ 18,695,000
Special assessment taxes payable	100,308	329,526	24,294	405,540	331,772
Early retirement program	58,286,273	13,032,102	31,830,668	39,487,707	15,515,819
Compensated absences	11,319,000	16,617,000	16,504,000	11,432,000	918,000
Premium on bonds	13,009,109	--	1,841,416	11,167,693	1,831,695
Discount on bonds	(24,033)	--	(2,423)	(21,610)	(2,424)
Deferred refunding	(1,580,246)	--	(197,475)	(1,382,771)	(288,392)
Environmental liability	1,870,500	--	585,771	1,284,729	290,896
Claims payable	12,177,113	41,048,953	42,350,164	10,875,902	6,641,125
OPEB	1,489,869	5,753,987	2,257,988	4,985,868	--
Total	<u>\$ 610,917,893</u>	<u>\$ 76,781,568</u>	<u>\$150,814,403</u>	<u>\$ 536,885,058</u>	<u>\$ 43,933,491</u>

Compensated absences and the early retirement program are liquidated by the fund where each employee's regular salary is charged (primarily the General Fund and various special revenue funds). The arbitrage liability was liquidated with funds from the Bond Capital Outlay Fund. The environmental liability will be liquidated primarily with funds from the Special Liability Expense Fund. The OPEB liability will be liquidated by the Retiree Health Benefits Trust Fund as discussed in Note IV.F.

General Obligation Bonds. On August 15, 2000 the District issued \$94,833,000 of general obligation bonds with interest rates ranging from 3.5% to 6.0%, due in September 2017. On July 10, 2001, the District issued \$94,835,000 of general obligation bonds with interest rates varying from 3.50% to 5.50% due in September 2019. On September 15, 2002, the District issued \$94,830,000 of general obligation bonds with interest rates ranging from 2.50% to 5.00%, due in October 2018. All maturities from the 2000 and 2001 series with coupon rates above 2.5% have been called, redeemed, or refunded.

On May 27, 2009, the District issued \$58,760,000 in General Obligation Refunding and School Building Bonds with interest rates with an average yield of 3.35% due October 1, 2021, and \$132,500,000 in Taxable General Obligation School Building bonds (Build America Bonds), with a taxable interest rate of 6.22% (35% of interest cost is subsidized by the federal government) due October 1, 2028. The bond proceeds will be used to construct, furnish, and equip new school facilities and make additions and improvements to existing school facilities throughout the District. The debt service requirements for general obligation bonds will be paid with future property tax revenues.

On December 15, 2009, the District issued \$32,000,000 in General Obligation School Building Bonds (Qualified School Construction – Tax Credit Bonds), with a federal bond holder tax credit rate of 5.90% and a District funded supplemental coupon of 1.35% due September 15, 2026, and \$3,350,000 in General Obligation Refunding Bonds with interest rates from 2 – 2.5% due October 1, 2011. The bond proceeds will be used to fund certain school building improvement projects throughout the District. The debt service requirements for general obligation bonds will be paid with future property tax revenues.

On March 3, 2010, the District issued \$6,450,000 in General Obligation Refunding Bonds, with interest rates from 2 – 4% and an average yield of 1.84% due October 1, 2015, and \$100,000,000 in Taxable General Obligation School Building Bonds (Build America Bonds), with taxable interest rates from 5.10 – 5.39% (35% of interest costs is subsidized by the federal government) due October 1, 2025. The debt proceeds will be used to construct, furnish, and equip new school facilities and make additions and improvements to existing school facilities throughout the District. The debt service requirements for general obligation bonds will be paid with future property tax revenues.

Crossover Advance Refunding. On June 15, 2005, the District issued \$36,470,000 in general obligation refunding bonds with a net interest cost of 3.83% for a crossover refunding of \$37,790,000 of the outstanding Series 2001 bonds, which have a net interest cost of 4.75%.

Under a crossover advance refunding bond issue, the original bond issues (refunded bonds) are not considered defeased until they are retired. Proceeds of the crossover refunding are placed into an escrow account; however, unlike other advance refundings, the escrow account in a crossover advance refunding is not immediately dedicated to debt service principal and interest on the refunded bonds. Instead, resources in the escrow account are used temporarily to meet debt service requirements on the new, refunding bonds. Only at a later date, known as the “crossover date,” are resources in the escrow account dedicated exclusively to payment of principal and interest on the refunded bonds. Therefore, crossover refundings do not result in the defeasance of debt until the crossover date. General obligation bond Series 2001 had a crossover date of September 1, 2011, and no bonds remain outstanding.

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended June 30,	Principal	Interest
2013	\$ 18,695,000	\$ 21,910,708
2014	19,215,000	21,125,320
2015	21,450,000	20,306,095
2016	22,775,000	19,425,204
2017	23,915,000	17,872,163
2018 – 2022	108,100,000	80,012,569
2023 – 2027	174,050,000	51,552,075
2028 – 2032	70,450,000	3,615,375
Total	<u>\$ 458,650,000</u>	<u>\$ 235,819,509</u>

Special Assessment Taxes Payable. While the District does not have any special assessment bonded debt, the District is liable for certain special assessments on certain real property. The payments will be paid from future property tax revenues. The assessments have interest rates varying from 4.83% to 11.72%. Principal payments are due annually through December 1, 2027, as follows:

Year Ended June 30,	Principal	Interest
2013	\$ 331,772	\$ 4,927
2014	26,826	3,621
2015	28,178	2,248
2016	1,228	806
2017	1,279	753
2018 – 2022	7,241	2,896
2023 – 2028	9,016	1,197
Total	<u>\$ 405,540</u>	<u>\$ 16,448</u>

Prior Year Defeasance of Debt. In prior years, the District defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the financial statements of the reporting entity. At June 30, 2012, bonds totaling \$21,535,000 are considered defeased.

Early Retirement Incentive Program. At the discretion of the Board of Education, the District offers a voluntary early retirement incentive program. The District follows GASB 47, *Accounting for Termination Benefits*, in recognizing and reporting the liability related to the early retirement incentive. Eligible employees are those who have been employed by the District in a permanent position for 15 or more years, are at least age 50 when they retire, and have an effective hire date prior to July 1, 1996. Benefits at attaining age 60 are based on the retiree's final average salary used by the Kansas Public Employees Retirement System (KPERs), a 1.4% multiplier for all years of participating service credit with KPERs, and the total number of years of credited KPERs service (excluding any purchased or repurchased years), paid in not more than 60 monthly payments. The benefits also include an amount equal to the amount of the social security benefit the retiree would have been eligible to receive if the employee were age 62, paid in not more than 24 monthly payments. This benefit will be reduced by 5% for each year by which the employee's years of qualified service are less than 20. At year-end, there are 631 retirees receiving benefits, and another 62 eligible retirees that have not yet started receiving benefits.

For the year ended June 30, 2012, the District paid \$17,311,065 in benefits. The liability for the early retirement program includes the expected cash outflows related to future benefit payments, discounted at 4.04%.

This program is primarily funded on a pay-as-you-go basis, with costs expended as paid. In June 2011, the District established an employee benefit grantor revocable trust for employer contributions that will be used to fund benefits paid under the program. The District made an initial contribution of \$13,363,566 in June 2011. Effective January 1, 2012, the trust was changed to become a qualified irrevocable trust under Section 401(a) of the Internal Revenue Code. Since trust assets are to be retained for the exclusive benefit of participants under the new trust, assets held in the trust as of June 30, 2012 were recorded as a reduction to the liability and are included with "Reductions" on the Long-Term Debt table at the beginning of this section. Contributions will continue to be made on a pay-as-you-go basis, and any additional employer contributions to the trust are at the sole discretion of the District.

D. Interfund Transfers

A summary of interfund transfers by fund type for the year ended June 30, 2012 is as follows:

	Transfer to:					Total
	General	Special Education	State Intervention	Nonmajor Governmental	Internal Service Fund	
Transfer from:						
General fund	\$ --	\$ 45,904,141	\$ 1,489,685	\$ 11,636,785	\$ 131,917	\$ 59,162,528
Special Education fund	3,488,680	--	--	--	--	3,488,680
Total	\$ 3,488,680	\$ 45,904,141	\$ 1,489,685	\$ 11,636,785	\$ 131,917	\$ 62,651,208

Transfers are used primarily to move revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfer from the Special Education fund to the General Fund was done in accordance with Senate Bill 111, which provided for certain unencumbered cash balances to be used in support of General Fund expenditures.

E. Fund Balances

A summary of the components of fund balance, by purpose, is as follows:

	General	Special Education	State Intervention	Bond Capital Projects	Capital Outlay	Bond and Interest	Nonmajor Governmental	Total
Nonspendable:								
Inventory	\$ 1,060,873	\$ --	\$ --	\$ --	\$ --	\$ --	\$ 730,181	\$ 1,791,054
Restricted for:								
Instruction	--	--	3,968,821	--	--	--	13,881,209	17,850,030
Facilities	--	--	--	103,673,847	35,472,632	--	28,216	139,174,695
Debt Svc	--	--	--	--	--	27,191,430	--	27,191,430
Spec Ed	--	15,694,301	--	--	--	--	--	15,694,301
Nutrition	--	--	--	--	--	--	12,800,621	12,800,621
Fed & State	2,990,924	--	--	--	--	--	355,664	3,346,588
Assigned to:								
Instruction	13,586,424	--	--	--	--	--	--	13,586,424
Unassigned	18,947,140	--	--	--	--	--	--	18,947,140
Total	\$ 36,585,361	\$ 15,694,301	\$ 3,968,821	\$ 103,673,847	\$ 35,472,632	\$ 27,191,430	\$ 27,795,891	\$ 250,382,283

IV. OTHER INFORMATION

A. Risk Management

The District has adopted self-insurance programs for workers' compensation, short-term disability, health, pharmacy and dental. Liabilities are reported when it is probable a loss has occurred and the amount can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). The District uses internal service funds to account for this activity. Each program is funded by a monthly contribution made by the District for each eligible employee. Contribution amounts are determined by the District and the insurance carrier for the District's stop loss policy, if applicable. There have been no settlements in excess of insurance coverage during any of the prior three years. There have been no significant reductions in insurance coverage from the prior year in any category below.

Health Care. All employees who are permanent, active employees working at least half-time for the District are eligible for health, pharmacy and dental benefits. Health, prescription and dental benefits are provided through a self-funded program to District employees and all eligible dependents. The District's annual liability for benefits is limited to \$500,000 per individual claim by a specific stop loss policy. There is no aggregate stop loss policy.

Short-Term Disability. The District provides disability benefits covering employees working in a permanent position at least half-time. Short term disability benefits for certified employees are provided for disabilities resulting from non-occupational illnesses and injuries at a rate of 70% of the employee's regular daily rate. Short term disability benefits are used to augment payments to certified employees with an occupational injury if the Kansas statutory weekly maximum does not equate to 70% of their daily pay rate. Short-term disability benefits for classified employees are provided for disability resulting from non-occupational illness at a rate of 70% of the employee's regular hourly rate of pay. Benefits are provided for a maximum of 180 calendar days from the beginning date of the disability. The outstanding claims liability is calculated from historical data and future expectations. This liability includes an estimated liability for known claims as well as estimated liability for claims incurred but not reported. Short-term disability coverage for classified employees has been reduced from prior years through negotiation to eliminate the 70% coverage for occupational injuries, which are instead covered under workers' compensation.

Workers' Compensation. Workers' compensation benefits are provided for medical expenses and indemnity resulting from occupational illness or accidental injury to all employees under the Kansas Workers Compensation Act. Benefits are paid according to Kansas statute governing workers compensation benefits and is self-funded by the District and paid according to the Kansas statute governing workers' compensation benefits. The District's liability for benefits is limited by a specific stop loss policy of \$500,000 per claim. The District pays an annual assessment fee to the State of Kansas for the state insurance fund and an assessment for the operation of the Division of Workers Compensation in the Kansas Department of Labor. The outstanding claims liability is calculated from historical data and case reserves set by District staff, and evaluated by an independent actuarial opinion. This includes an estimated liability for known claims as well as an estimated liability for claims incurred but not reported (IBNR). These limits are the same as for the prior year.

Risk Management. The District has a self-insurance program to provide legal defense and pay claims against the Board of Education when an incident occurs during the course of employment. There is a \$500,000 limitation for Kansas claims based on government immunity law. The deductible portion of the property and casualty, general liability, automobile, and aviation premiums are paid from the risk management fund. This limit is the same as for the prior year.

Changes in the claims liabilities during the past two years are as follows:

	<u>Health Care</u>	<u>Disability Reserve</u>	<u>Workers' Compensation</u>	<u>Risk Management</u>
Unpaid claims, June 30, 2010	\$ 3,856,000	\$ 75,000	\$ 8,010,119	\$ --
Incurred claims (including IBNR)	41,722,463	894,956	--	2,047,303
Claims payments	<u>(40,365,563)</u>	<u>(896,956)</u>	<u>(1,118,906)</u>	<u>(2,047,303)</u>
Unpaid claims, June 30, 2011	5,212,900	73,000	6,891,213	--
Incurred claims (including IBNR)	39,167,250	742,818	1,138,885	1,283,168
Claim payments	<u>(40,749,150)</u>	<u>(745,818)</u>	<u>(855,196)</u>	<u>(1,283,168)</u>
Unpaid claims, June 30, 2012	<u>\$ 3,631,000</u>	<u>\$ 70,000</u>	<u>\$ 7,174,902</u>	<u>\$ --</u>

B. Environmental Matters

An area near the District's School Service Center has been designated by the Kansas Department of Health and Environment (KDHE) as a groundwater contamination site. As a result of that contamination, the District entered into an agreement with KDHE to perform a Remediation Investigation and Feasibility Study (RI/FS) to investigate the contamination and develop a clean-up plan. The District is currently conducting the Feasibility Study portion of the agreement, which will determine the best approach to site clean-up and restoration, and is completing some groundwater interim remedial measures. While the Feasibility Study and interim remedial measures progress, the District is required to perform semi-annual monitoring of the groundwater. The present value of the costs required for the Feasibility Study, monitoring activities, and interim remedial measures is estimated at \$1,284,729. This amount has been recorded with long-term debt on the statement of net assets and is based on engineering estimates and actual costs incurred. Until the Feasibility Study has been completed, it is not yet possible to estimate the District's ultimate cost for clean-up of the site. There are no anticipated recoveries on this project.

C. Contingent Liabilities

The District is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the District's counsel that resolution of these matters will not have a materially adverse effect on the financial condition of the District.

D. Construction Commitments and Encumbrances

As of June 30, 2012, the District has outstanding construction commitments of \$43,001,823 under its current general obligation bond projects to construct, furnish, and equip new school facilities and make additions and improvements to existing school facilities throughout the District. This amount is reflected as reserve for encumbrances in the bond capital projects fund. Listed below are all encumbrances for the District:

General	\$ 11,483,063
Special Education	643,637
State Intervention	270,036
Bond Capital Projects	43,001,823
Capital Outlay	11,710,347
Nonmajor Governmental	<u>7,493,701</u>
Total	<u>\$ 74,602,607</u>

E. Defined Benefit Pension Plan

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

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

The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. The State of Kansas contributed 9.77% of covered payroll for the year ended June 30, 2012. These contribution requirements are established by KPERS and are periodically revised. The State of Kansas' contributions to KPERS for District employees for the years ended June 30, 2010, 2011 and 2012 were \$23,560,267, \$26,198,202, and \$27,143,675, respectively, equal to the statutory required contributions each year. These contributions are recognized as revenues and expenditures in KPERS Retirement Contributions Fund. KPERS had no investments in the District's debt securities. Ten-year historical trend information showing KPERS' progress in accumulating sufficient assets to pay benefits when due is presented in KPERS' June 30, 2012 financial report.

F. Postemployment Healthcare Plan

Wichita Public Schools Post-Retirement Benefits Plan (the Plan) is a single-employer defined benefit healthcare plan administered by the Wichita Public Schools #259 (the District). The Plan does not issue a stand-alone audited GAAP basis financial report.

Summary of Significant Accounting Policies and Plan Asset Matters

Basis of Accounting. The Plan's financial statements (as reported in the Retiree Benefit Trust fiduciary fund) are prepared using the accrual basis of accounting. Employer contributions are recognized in the period in which the contributions are due and payable in accordance with the terms of the Plan. Benefits are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments. Investments are reported at fair value based on quoted market prices. Investments that do not have an established market are reported at their estimated fair value. At June 30, 2012, investments consist of certificates of deposit.

Plan Description and Contribution Information

Plan Description. The Plan provides healthcare benefits, including medical, dental, vision and life, to retirees. Retiree health coverage is provided for under K.S.A. 12-5040. Employees who retire on or after age 55 with at least 10 years of cumulative service with the District and 10 years of vested service under Kansas Public Employee Retirement System (KPERS) are eligible for benefits. If a participant was hired before July 1, 1996, then the participant can access the plan if retirement is on or after age 50 with 15 years of service with the District. Retirees and spouses have the same benefit as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan, or when the retiree reaches the Medicare eligibility age which is currently age 65. Spousal coverage is available until the retiree becomes covered under another employer health plan, attains Medicare eligibility age, or dies.

Membership of the Plan consisted of the following at July 1, 2011, the date of the latest actuarial valuation:

Retirees and beneficiaries receiving benefits	1,090
Terminated plan members entitled to but not yet receiving benefits	--
Active plan members	<u>6,577</u>
Total	<u>7,667</u>

Contributions. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. The funding policy of the District is to pay premiums as they come due. The contribution requirements of plan members and the District are established and may be amended by the Board of Education. The required contribution is based on projected pay-as-you-go financing requirements. District retirees pay 100% of their premiums; the District is not required to share costs of retiree premiums. Administrative costs of the Plan are financed by the premiums paid into the Retiree Benefit Trust fund.

In June 2011, the District established an irrevocable trust for the exclusive benefit of providing funds to pay benefits under the Plan. The District made an initial contribution of \$10 million to the trust in June 2011 to pre-fund benefits. Additional employer contributions to the trust are at the sole discretion of the District. Pay-as-you-go contributions and corresponding benefit payments began to be reported in the Retiree Benefit Trust fund effective July 1, 2011.

Funded Status and Funding Progress

Annual OPEB Cost and Net OPEB Obligation. The Districts's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statements 43 and 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the District's annual OPEB cost for the year, the actuarial amount contributed to the plan, and changes in the Districts' net OPEB obligation to the Plan:

Annual required contribution	\$ 5,791,289
Interest on net OPEB obligation	67,044
Adjustment to annual required contribution	(104,346)
Annual OPEB cost (expense)	5,753,987
Contributions made	(2,257,988)
Increase in net OPEB obligation	3,495,999
Net OPEB obligation – beginning of year	1,489,869
Net OPEB obligation – end of year	<u>\$ 4,985,868</u>

The district's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation were as follows for the most recent three fiscal years:

Fiscal Year <u>Ended</u>	Annual <u>OPEB Cost</u>	Percentage of Annual OPEB <u>Cost Contributed</u>	Net OPEB <u>Obligation</u>
6/30/12	\$ 5,753,987	39.2%	\$ 4,985,868
6/30/11	\$ 5,348,433	227.3%	\$ 1,489,869
6/30/10	\$ 5,194,110	35.8%	\$ 8,296,158

As of July 1, 2011, the most recent actuarial valuation date, the plan was partially funded. The actuarial accrued liability for benefits was \$50.5 million, and \$10 million of actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$40.5 million. The covered payroll (annual payroll of active employees covered by the plan) was \$277.8 million, and the ratio of the UAAL to the covered payroll was 14.60 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point.

In the July 1, 2011, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.5 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the District's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 8 percent initially, reduced to an ultimate rate of 5 percent after six years. Both rates included a 2.5 percent inflation assumption. The UAAL is being amortized as a level dollar of projected payroll on a closed basis. The remaining amortization period at July 1, 2011, was twenty-six years on the original base amount of \$33,283,771, twenty-eight years on the additional amount of \$6,949,042 added in 2009, and thirty years on the additional amount of \$316,090 added in 2011. Actuarial methods and assumptions used includes techniques that are consistent with the long-term perspective of the calculations.

G. Other Employee Benefit Trust Funds

The District has two trust funds which include assets held for other post-employment health care benefits and early retirement incentives. Listed below are condensed financial statements for both trusts.

	Early Retirement Incentive Plan Trust	Retiree Benefit Trust	Totals
Total assets	\$ 14,632,371	\$ 10,010,685	\$ 24,643,056
Total liabilities	-	-	-
Net assets	<u>\$ 14,632,371</u>	<u>\$ 10,010,685</u>	<u>\$ 24,643,056</u>
Additions	\$ 9,282,339	\$ 4,659,019	\$ 13,941,358
Deductions	<u>8,013,534</u>	<u>4,648,334</u>	<u>12,661,868</u>
Change in net assets	1,268,805	10,685	1,279,490
Beginning net assets	<u>13,363,566</u>	<u>10,000,000</u>	<u>23,363,566</u>
Ending net assets	<u>\$ 14,632,371</u>	<u>\$ 10,010,685</u>	<u>\$ 24,643,056</u>

H. Pending Governmental Accounting Standards

The effect on the District's financial statements of the following statements issued, but not yet adopted, has not yet been determined.

GASB Statement No. 61, The Financial Reporting Entity: Omnibus, was issued in November 2010. This statement modifies certain requirements for inclusion of component units in the District's financial statements. The new statement clarifies the manner in which a government's management determines a component unit should be included, even if the financial accountability criterion is not met. This statement also amends the criteria for reporting component units as if they were part of the primary government (that is, blending) when the component unit is blended based on the "substantively in the same governing body" criterion. New criteria are added to require blending of component units whose total debt outstanding is expected to be repaid entirely or almost entirely with resources of the primary government. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2013.

GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, was issued in December 2010. The objective of this statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements: Financial Accounting Standards Board Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants' Committee on Accounting Procedure. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2013.

GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. The requirements of this Statement will improve financial reporting of the District by standardizing the presentation of deferred outflows of resources and deferred inflows of resources (transactions that result in the consumption or acquisition of net assets in one period that are applicable to future periods) and their effects on the District's net position. It alleviates uncertainty about reporting those financial statement elements by providing guidance where none previously existed. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2013.

GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, was issued in March 2012. This statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. Also, this statement provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows and inflows of resources, such as changes in determination of the major fund calculations and limiting the use of the term deferred in the financial statement presentations. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2014.

GASB Statement No. 68, Accounting and Financial Reporting for Pensions, was issued in June 2012. This statement establishes accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This statement replaces the requirements of Statement No. 27, Accounting for Pensions by State and Local Governmental Employers, as well as the requirements of Statement No. 50, Pension Disclosures, as they relate to pensions that are provided through pension plans administered as trusts or equipment arrangements that meet certain criteria. Also, this statement establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. The provisions of this statement are effective for financial statements for the District's fiscal year ending June 30, 2015.

I. Subsequent Events

On September 13, 2012, the District issued \$22,930,000 in bonds to refund \$26,223,750 in Series 2002 bonds callable on October 1, 2012, with original maturities of 2017 and 2018.

Required Supplementary Information



**WICHITA PUBLIC SCHOOLS
UNIFIED SCHOOL DISTRICT NO. 259**

REQUIRED SUPPLEMENTARY INFORMATION

**OTHER POSTEMPLOYMENT
BENEFITS OTHER THAN PENSIONS**

June 30, 2012

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percent of Covered Payroll ((b-a)/c)
07/01/11	\$10,000,000	\$ 50,548,903	\$ 40,548,903	19.8%	\$ 277,798,463	14.60%
07/01/09	--	\$ 41,784,080	\$ 41,784,080	0%	\$ 292,212,520	14.30%
07/01/07	--	\$ 35,793,858	\$ 35,793,858	0%	\$ 266,214,828	13.45%

Schedule of Employer Contributions*

Year Ended June 30	Annual Required Contribution	Percentage Contributed
2012	\$5,791,289	29.0%
2011	\$5,479,651	221.8%
2010	\$5,270,124	35.2%

*The District created an employee benefit trust in June 2011. Prior to June 2011, the Plan was administered through the Health Care internal service fund, and did not have its own Statement of Plan Net Assets and Statement of Changes in Plan Net Assets. Activity related to employee and employer contributions and the payment of benefits started being recognized as additions / deductions to the trust's net assets starting in fiscal 2012.

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
General Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary	Variance with Final Budget Over/ (Under)
	Original	Final	Basis	
Revenues:				
Taxes	\$ 45,574,406	\$ 45,574,406	\$ 46,278,369	\$ 703,963
Intergovernmental - State	262,953,372	267,563,487	266,198,162	(1,365,325)
Intergovernmental - Federal	-	-	661,363	661,363
Other	-	-	166,681	166,681
Total revenue	<u>308,527,778</u>	<u>313,137,893</u>	<u>313,304,575</u>	<u>166,682</u>
Expenditures:				
Current:				
Instruction	104,501,684	108,780,313	104,074,015	(4,706,298)
Student and instructional support	25,513,860	25,513,860	23,113,005	(2,400,855)
Administration	30,389,482	30,389,482	29,930,785	(458,697)
Operations and maintenance	32,515,369	32,515,369	34,024,672	1,509,303
Student transportation service	87,000	87,000	67,196	(19,804)
Total expenditures	<u>193,007,395</u>	<u>197,286,024</u>	<u>191,209,673</u>	<u>(6,076,351)</u>
Revenue over expenditures	<u>115,520,383</u>	<u>115,851,869</u>	<u>122,094,902</u>	<u>6,243,033</u>
Other financing sources (uses):				
Transfer in	4,767,944	4,756,624	4,756,624	-
Transfer out	(120,503,011)	(120,823,177)	(126,899,527)	6,076,350
Total other financing sources (uses)	<u>(115,735,067)</u>	<u>(116,066,553)</u>	<u>(122,142,903)</u>	<u>6,076,350</u>
Revenues and other financing sources over (under) expenditures and other uses	(214,684)	(214,684)	(48,001)	166,683
Fund balances at beginning of year	<u>214,684</u>	<u>214,684</u>	<u>214,684</u>	<u>-</u>
Fund balances at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 166,683</u>	<u>\$ 166,683</u>

Explanation of difference between budgetary and GAAP fund balances:

Separately budgeted general fund subfunds:	
Supplemental General, including \$4,930,648 of encumbrances	7,603,925
Virtual Education, including \$262,063 of encumbrances	920,514
Professional Development, including \$65,457 of encumbrances	897,535
Non-budgeted general fund subfunds:	
Contingency Reserve, including \$3,256 of encumbrances	14,876,901
Supplemental Grants - State and Local, including \$1,912,720 of encumbrances	7,237,500
Accounts payable for items received but not yet paid for	(487,489)
Encumbrances for equipment and supplies ordered but not received are not reported for GAAP purposes until received.	4,308,919
Inventory purchases are outflows of budgetary resources but are not expenditures for GAAP.	1,060,873
GAAP fund balance at end of year	<u>\$ 36,585,361</u>

Financial Section

Wichita Public Schools Unified School District No. 259 Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual Special Education Fund Year ended June 30, 2012

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - Federal	\$ 13,816,444	\$ 13,816,444	12,307,693	\$ (1,508,751)
Other	-	-	127,266	127,266
Total revenues	13,816,444	13,816,444	12,434,959	(1,381,485)
Expenditures:				
Current:				
Instruction	58,848,992	58,848,992	56,232,089	(2,616,903)
Student and instructional support	20,576,207	20,576,207	21,734,919	1,158,712
Administration	3,571,104	3,571,104	2,300,698	(1,270,406)
Operations and maintenance	5,315,952	5,315,952	5,868,128	552,176
Student transportation service	8,699,065	8,699,065	10,755,857	2,056,792
Total expenditures	97,011,320	97,011,320	96,891,691	(119,629)
Revenues over (under) expenditures	(83,194,876)	(83,194,876)	(84,456,732)	(1,261,856)
Other financing sources (uses):				
Transfers in	76,235,075	76,235,075	86,985,838	10,750,763
Transfers out	(3,488,680)	(3,488,680)	(3,488,680)	-
Total other financing sources (uses)	72,746,395	72,746,395	83,497,158	10,750,763
Revenues and other financing sources over (under) expenditures and other uses	(10,448,481)	(10,448,481)	(959,574)	9,488,907
Fund balances at beginning of year	15,966,885	15,966,885	15,966,885	-
Fund balances at end of year	\$ 5,518,404	\$ 5,518,404	\$ 15,007,311	\$ 9,488,907
Explanation of difference between budgetary and GAAP fund balances:				
Accounts payable for items received but not yet paid for			(41,288)	
Encumbrances for equipment and supplies ordered but not received are not reported for GAAP purposes until received.			643,637	
Intergovernmental revenues earned but not received are reported as revenues for GAAP purposes.			84,641	
GAAP fund balance at end of year			\$ 15,694,301	

Financial Section

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
State Intervention Fund (K-12)
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 25,000	\$ 25,000	\$ 68,423	\$ 43,423
Other	-	-	23,571	23,571
Total revenues	25,000	25,000	91,994	66,994
Expenditures:				
Current:				
Instruction	71,190,627	71,190,627	67,965,952	(3,224,675)
Student and instructional support	1,225,490	1,225,490	804,690	(420,800)
Administration	1,072,532	1,072,532	1,035,535	(36,997)
Operations and maintenance	286,351	286,351	289,197	2,846
Total expenditures	73,775,000	73,775,000	70,095,374	(3,679,626)
Revenues over (under) expenditures	(73,750,000)	(73,750,000)	(70,003,380)	3,746,620
Other financing sources (uses):				
Transfers in	70,683,719	70,683,719	70,683,719	-
Total other financing sources (uses)	70,683,719	70,683,719	70,683,719	-
Revenues and other financing sources over (under) expenditures and other uses	(3,066,281)	(3,066,281)	680,339	3,746,620
Fund balances at beginning of year	3,090,644	3,090,644	3,090,644	-
Fund balances at end of year	\$ 24,363	\$ 24,363	\$ 3,770,983	\$ 3,746,620
Explanation of difference between budgetary and GAAP fund balances:				
Accounts payable for items received but not yet paid for			(72,198)	
Encumbrances for equipment and supplies ordered but not received are not reported for GAAP purposes until received.			270,036	
GAAP fund balance at end of year			<u>\$ 3,968,821</u>	

Supplementary Information



General Funds – the general funds maintained by the District and the purpose of each are as follows:

General – used in conjunction with the Supplemental General fund to account for all financial resources except those required to be accounted for in another fund.

Supplemental General – used in conjunction with the General fund to account for all financial resources except those required to be accounted for in another fund.

Contingency Reserve – used to provide resources for unforeseen and unplanned needs.

Virtual Education – used to provide lessons, resources, training and teaching support online for K-8 families and to provide an online alternative learning option for high school students in Wichita and the Wichita Metro Area.

Driver Education – used to account for the costs of transporting students within the district.

Supplemental Grants – State and Local – used to account for revenue and expenses of programs administered in accordance with state and nongovernmental and/or local grants awarded to the District.

Professional Development – used to account for teacher in-service training program.

Special Revenue Funds - used to account for specific revenues that are legally restricted to expenditures for particular purposes. The special revenue funds maintained by the District and the purpose of each are as follows:

Adult Education – used to account for revenue and expenditures in conjunction with the Adult Basic Education program identified in K.S.A. 72-4517.

4-Year-Old State Intervention – created by Kansas statute in 2005 and provides early childhood programs for the District.

Bilingual Education – used to account for costs incurred in administering programs to provide special help for pupils whose native language is not English.

Latchkey – used to account for expenditures associated with the before and after school programs for children 5 to 12 years of age.

Nutrition Services – used to account for revenues and expenditures attributable to the food service program. The program is administered according to the state plan of child nutrition operations under which federal funds and commodities are received pursuant to federal acts relating to child nutrition. The programs are administered and meals are served on a nonprofit basis.

Parents As Teachers – used to account for the home/school partnership program that helps parents understand more about how young children grow and learn, so they can be better teachers of their preschool children.

Summer School – used to account for costs associated with the summer school programs.

Textbook Rental – used to account for the receipt of student textbook rental fees and the expenditures for student textbooks.

Vocational Education – used to account for secondary education vocational programs approved by the State and funded by the General fund weighting formula.

Special Liability Expense – used to pay for the cost of providing for the defense of the District and its employees and for the payment of claims.

Athletic Activity – used to account for gate receipts at secondary school athletic functions and expenditures relating to those functions.

Music Rental – used to account for the collection of student music rental fees and the expenditures for musical instruments.

Student Material Revolving – used to account for revenues from student materials fees and the expenditures associated with the purchase of student materials.

Supplemental Grants – Federal – used to account for revenue and expenditures of programs administered in accordance with Federal grants awarded to the District.

KPERS Retirement Contributions – used to account for revenues and expenditures of the Kansas Public Employees Retirement System. KPERS provides statewide defined-benefit retirement plans for state and local public employees.

Capital Project Funds – used to account for financial resources to be used for the acquisition, construction, remodeling, and equipping of major capital facilities. The capital project funds maintained by the District and the purpose of each are as follows:

Special Assessments – used to pay for costs associated with capital improvements such as streets, sewers, curbs, and gutters.

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
General Fund
June 30, 2012**

General Fund Subfunds

	General	Supplemental General	Contingency Reserve	Virtual Education	Driver Education	Supplemental Grants - State and Local	Professional Development	Total General Fund
Assets:								
Cash, cash equivalents and investments	\$ -	\$ 7,946,108	\$ 1,769,483	\$ 361,606	\$ -	\$ 7,926,154	\$ 972,335	\$ 18,975,686
Intergovernmental receivables	-	-	-	-	-	176,395	-	176,395
State aid receivable	28,184,821	2,152,416	-	-	-	-	-	30,337,237
Due from other funds	-	-	13,112,332	700,643	-	-	-	13,812,975
Inventory	1,060,873	-	-	-	-	-	-	1,060,873
Total Assets	\$ 29,245,694	\$ 10,098,524	\$ 14,881,815	\$ 1,062,249	\$ -	\$ 8,102,549	\$ 972,335	\$ 64,363,166
Liabilities and Fund Balances:								
Liabilities:								
Accounts payable	\$ 1,274,293	\$ 2,140,313	\$ 4,914	\$ 102,184	\$ -	\$ 342,970	\$ 18,517	\$ 3,883,191
Accrued payroll	9,109,440	354,286	-	39,551	-	-	56,283	9,559,560
Deferred revenue	-	-	-	-	-	522,079	-	522,079
Due to other funds	13,812,975	-	-	-	-	-	-	13,812,975
Total Liabilities	\$ 24,196,708	\$ 2,494,599	\$ 4,914	\$ 141,735	\$ -	\$ 865,049	\$ 74,800	\$ 27,777,805
Fund Balances:								
Nonspendable	1,060,873	-	-	-	-	-	-	1,060,873
Restricted	-	-	-	-	-	2,990,924	-	2,990,924
Assigned	3,988,113	4,930,648	3,256	262,063	-	4,016,081	65,457	13,265,618
Unassigned	-	2,673,277	14,873,645	658,451	-	230,495	832,078	19,267,946
Total fund balances	\$ 5,048,986	\$ 7,603,925	\$ 14,876,901	\$ 920,514	\$ -	\$ 7,237,500	\$ 897,535	\$ 36,585,361
Total liabilities and fund balances	\$ 29,245,694	\$ 10,098,524	\$ 14,881,815	\$ 1,062,249	\$ -	\$ 8,102,549	\$ 972,335	\$ 64,363,166

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
General Fund
For the Year Ended June 30, 2012

	General Fund Subfunds							Total General Fund
	General	Supplemental General	Contingency Reserve	Virtual Education	Driver Education	Supplemental Grants - State and Local	Professional Development	
Revenues:								
Taxes	\$ 46,278,369	\$ 61,284,503	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 107,562,872
Intergovernmental - State	161,535,534	15,841,031	-	1,804,194	-	113,942	-	179,294,701
Intergovernmental - Federal	661,363	-	-	-	-	-	-	661,363
Charges for services	-	-	-	20,210	-	353,072	-	373,282
Earnings on investments	-	-	-	-	-	553	-	553
Other	-	31,389	-	-	-	1,158,726	-	1,190,115
Contributions	-	-	-	-	-	1,104,678	-	1,104,678
Total revenues	208,475,266	77,156,923	-	1,824,404	-	2,730,971	-	290,187,564
Expenditures:								
Current:								
Instruction	103,333,160	1,395,697	95,189	819,919	-	1,012,292	-	106,656,257
Student and instructional support	23,340,769	1,572,367	-	130,903	-	216,044	1,163,478	26,423,561
Administration	29,950,992	547,242	-	103,913	-	58,543	-	30,660,690
Operations and maintenance	33,736,702	18,964,497	123,384	-	-	762,533	-	53,587,116
Student transportation service	71,238	15,650,628	-	32,055	-	3,515	-	15,757,436
Nutrition services	-	-	-	-	-	8,723	-	8,723
Facility acquisition and construction service	-	-	-	-	-	37,162	-	37,162
Total expenditures	190,432,861	38,130,431	218,573	1,086,790	-	2,098,812	1,163,478	233,130,945
Excess (deficiency) of revenues over (under) expenditures	18,042,405	39,026,492	(218,573)	737,614	-	632,159	(1,163,478)	57,056,619
Other financing sources (uses):								
Transfers in	4,756,624	-	-	91,098	-	-	1,014,829	5,862,551
Transfers out	(22,150,274)	(38,118,181)	-	(1,000,000)	(267,944)	-	-	(61,536,399)
Total other financing sources (uses)	(17,393,650)	(38,118,181)	-	(908,902)	(267,944)	-	1,014,829	(55,673,848)
Net change in fund balances	648,755	908,311	(218,573)	(171,288)	(267,944)	632,159	(148,649)	1,382,771
Fund balances at beginning of year	4,643,706	6,695,614	15,095,474	1,091,802	267,944	6,605,341	1,046,184	35,446,065
Change in reserve for inventory	(243,475)	-	-	-	-	-	-	(243,475)
Fund balances at end of year	\$ 5,048,986	\$ 7,603,925	\$ 14,876,901	\$ 920,514	\$ -	\$ 7,237,500	\$ 897,535	\$ 36,585,361

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012**

		Special Revenue Funds					
	Adult Education - Regular	4 Year Old State Intervention	Bilingual Education	Latchkey	Nutrition Services	Parents as Teachers	Summer School
Assets:							
Cash, cash equivalents and investments	\$ 328	\$ 1,103,437	\$ 731,157	\$ 1,032,708	\$ 13,498,357	\$ 230,641	\$ 116,401
Accounts receivable	-	-	-	-	-	6,539	-
State aid receivable	-	-	-	-	-	-	-
Inventory	-	-	-	-	730,181	-	-
Total assets	\$ 328	\$ 1,103,437	\$ 731,157	\$ 1,032,708	\$ 14,228,538	\$ 237,180	\$ 116,401
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 17,457	\$ 18,530	\$ 622,197	\$ -	\$ -
Accrued payroll	-	205,871	575,637	-	77,159	7,899	58,559
Deferred revenue	-	-	-	-	-	67,600	-
Total liabilities	-	205,871	593,094	18,530	699,356	75,499	58,559
Fund Balances:							
Nonspendable	-	-	-	-	730,181	-	-
Restricted	328	897,566	138,063	1,014,178	12,799,001	161,681	57,842
Total fund balances	328	897,566	138,063	1,014,178	13,529,182	161,681	57,842
Total liabilities and fund balances	\$ 328	\$ 1,103,437	\$ 731,157	\$ 1,032,708	\$ 14,228,538	\$ 237,180	\$ 116,401

(continued)

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012
(continued)**

Special Revenue Funds

	Textbook Rental	Vocational Education	Special Liability Expense	Athletic Activity	Music Rental	Student Material Revolving	Supplemental Grants - Federal
Assets:							
Cash, cash equivalents and investments	\$ 7,235,864	\$ 910,596	\$ 2,204,705	\$ 1,228,924	\$ 333,565	\$ 1,039,222	\$ 1,392,321
Accounts receivable	-	-	-	-	-	-	2,709,198
State aid receivable	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-
Total assets	\$ 7,235,864	\$ 910,596	\$ 2,204,705	\$ 1,228,924	\$ 333,565	\$ 1,039,222	\$ 4,101,519
Liabilities:							
Accounts payable	\$ 418,142	\$ 28,798	\$ 410,000	\$ 15,120	\$ 1,366	\$ 7,089	\$ 326,867
Accrued payroll	-	460,810	-	-	-	-	1,173,120
Deferred revenue	-	-	-	-	-	-	2,244,248
Total liabilities	418,142	489,608	410,000	15,120	1,366	7,089	3,744,235
Fund Balances:							
Nonspendable	-	-	-	-	-	-	-
Restricted	6,817,722	420,988	1,794,705	1,213,804	332,199	1,032,133	357,284
Total fund balances	6,817,722	420,988	1,794,705	1,213,804	332,199	1,032,133	357,284
Total liabilities and fund balances	\$ 7,235,864	\$ 910,596	\$ 2,204,705	\$ 1,228,924	\$ 333,565	\$ 1,039,222	\$ 4,101,519

(continued)

**Wichita Public Schools
Unified School District No. 259
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012
(continued)**

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Assets:			
Cash, cash equivalents and investments	\$ -	\$ 28,216	\$ 31,086,442
Accounts receivable	-	-	2,715,737
State aid receivable	-	-	-
Inventory	-	-	730,181
Total assets	\$ -	\$ 28,216	\$ 34,532,360
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 1,865,566
Accrued payroll	-	-	2,559,055
Deferred revenue	-	-	2,311,848
Total liabilities	-	-	6,736,469
Fund Balances:			
Nonspendable	-	-	730,181
Restricted	-	28,216	27,065,710
Total fund balances	-	28,216	27,795,891
Total liabilities and fund balances	\$ -	\$ 28,216	\$ 34,532,360

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012

	Special Revenue Funds						
	Adult Education - Regular	4 Year Old State Intervention	Bilingual Education	Latchkey	Nutrition Services	Parents as Teachers	Summer School
Revenues:							
Taxes	\$ 328	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental - State	-	3,613,680	7,774,704	2,794	268,064	158,388	-
Intergovernmental - Federal	-	-	-	569,915	18,051,841	6,539	-
Charges for services	-	-	-	-	3,217,442	-	120,500
Earnings on investments	-	-	5,009	-	9,861	-	-
Other	-	-	-	-	-	374	-
Contributions	-	-	-	-	-	5,924	-
Total revenues	328	3,613,680	7,779,713	572,709	21,547,208	171,225	120,500
Expenditures:							
Current:							
Instruction	766	4,196,942	10,035,798	551,013	-	-	156,165
Student and instructional support	11,566	418,787	325,417	-	-	400,974	3,204
Administration	144	9,798	540,995	-	-	-	7,772
Operations and maintenance	-	80,540	377,371	-	-	-	4,016
Student transportation service	-	-	-	-	-	-	-
Nutrition services	-	-	-	-	19,911,233	-	-
Facility acquisition and construction service	-	-	-	-	-	-	-
Total expenditures	12,476	4,706,067	11,279,581	551,013	19,911,233	400,974	171,157
Excess of revenues over (under) expenditures	(12,148)	(1,092,387)	(3,499,868)	21,696	1,635,975	(229,749)	(50,657)
Other financing sources (uses):							
Transfers in	-	1,435,624	3,606,581	-	-	-	-
Total other financing sources (uses)	-	1,435,624	3,606,581	-	-	-	-
Net change in fund balances	(12,148)	343,237	106,713	21,696	1,635,975	(229,749)	(50,657)
Fund balances at beginning of year	12,476	554,329	31,350	992,482	11,992,040	391,430	108,499
Change in reserve for inventory	-	-	-	-	(98,833)	-	-
Fund balances at end of year	\$ 328	\$ 897,566	\$ 138,063	\$ 1,014,178	\$ 13,529,182	\$ 161,681	\$ 57,842

(continued)

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012
(continued)**

	Special Revenue Funds						
	Textbook Rental	Vocational Education	Special Liability Expense	Athletic Activity	Music Rental	Student Material Revolving	Supplemental Grants - Federal
Revenues:							
Taxes	-	\$ -	\$ 205	-	\$ -	-	\$ -
Intergovernmental - State	-	2,823,661	-	-	-	-	-
Intergovernmental - Federal	-	-	-	-	-	-	33,722,032
Charges for services	622,875	-	-	463,020	42,634	407,424	-
Earnings on investments	-	-	2,046	929	-	-	-
Other	-	-	-	106,047	-	-	-
Contributions	-	-	-	-	-	-	-
Total revenues	622,875	2,823,661	2,251	569,996	42,634	407,424	33,722,032
Expenditures:							
Current:							
Instruction	3,349,212	7,082,896	-	412,767	-	453,125	16,700,891
Student and instructional support	-	35,927	-	-	207,121	45,657	14,050,564
Administration	-	468,538	-	-	-	-	1,528,358
Operations and maintenance	-	475,898	760,258	-	-	-	1,546,797
Student transportation service	-	-	-	-	-	-	28,458
Nutrition services	-	-	-	-	-	-	154,939
Facility acquisition and construction service	-	-	-	-	-	-	-
Total expenditures	3,349,212	8,063,259	760,258	412,767	207,121	498,782	34,010,007
Excess of revenues over (under) expenditures	(2,726,337)	(5,239,598)	(758,007)	157,229	(164,487)	(91,358)	(287,975)
Other financing sources (uses):							
Transfers in	1,356,816	5,237,764	-	-	-	-	-
Total other financing sources (uses)	1,356,816	5,237,764	-	-	-	-	-
Net change in fund balances	(1,369,521)	(1,834)	(758,007)	157,229	(164,487)	(91,358)	(287,975)
Fund balances at beginning of year	8,187,243	422,822	2,552,712	1,056,575	496,686	1,123,491	645,259
Change in reserve for inventory	-	-	-	-	-	-	-
Fund balances at end of year	\$ 6,817,722	\$ 420,988	\$ 1,794,705	\$ 1,213,804	\$ 332,199	\$ 1,032,133	\$ 357,284

(continued)

Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2012
(continued)

	Special Revenue Funds	Capital Project Funds	Total Nonmajor Governmental Funds
Revenues:			
Taxes	\$ -	\$ 664	\$ 1,197
Intergovernmental - State	27,143,675	-	41,784,966
Intergovernmental - Federal	-	-	52,350,327
Charges for services	-	-	4,873,895
Earnings on investments	-	426	18,271
Other	-	-	106,421
Contributions	-	-	5,924
Total revenues	27,143,675	1,090	99,141,001
Expenditures:			
Current:			
Instruction	17,274,076	-	60,213,651
Student and instructional support	4,022,185	-	19,521,402
Administration	2,400,436	-	4,956,041
Operations and maintenance	2,807,936	-	6,052,816
Student transportation service	57,710	-	86,168
Nutrition services	581,332	-	20,647,504
Facility acquisition and construction service	-	820,612	820,612
Total expenditures	27,143,675	820,612	112,298,194
Excess of revenues over (under) expenditures	-	(819,522)	(13,157,193)
Other financing sources (uses):			
Transfers in	-	-	11,636,785
Total other financing sources (uses)	-	-	11,636,785
Net change in fund balances	-	(819,522)	(1,520,408)
Fund balances at beginning of year	-	847,738	29,415,132
Change in reserve for inventory	-	-	(98,833)
Fund balances at end of year	\$ -	\$ 28,216	\$ 27,795,891

Financial Section

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Supplemental General Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ 59,900,855	\$ 59,900,855	\$ 61,284,503	\$ 1,383,648
Intergovernmental - State	36,348,611	36,348,611	37,470,372	1,121,761
Other	-	-	232,249	232,249
Total revenues	96,249,466	96,249,466	98,987,124	2,737,658
Expenditures:				
Current:				
Instruction	585,323	585,323	272,410	(312,913)
Student and instructional support	336,436	336,436	391,091	54,655
Administration	574,606	574,606	547,982	(26,624)
Operations and maintenance	22,516,650	22,516,650	20,074,370	(2,442,280)
Student transportation service	16,921,472	16,921,472	15,216,090	(1,705,382)
Total expenditures	40,934,487	40,934,487	36,501,943	(4,432,544)
Revenues over (under) expenditures	55,314,979	55,314,979	62,485,181	7,170,202
Other financing sources (uses):				
Transfers out	(55,314,979)	(55,314,979)	(59,747,522)	4,432,543
Revenues and other financing sources over (under) expenditures and other uses	-	-	2,737,659	2,737,659
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ 2,737,659	\$ 2,737,659

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Virtual Education Program
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Charges for services	\$ -	\$ -	\$ 20,210	\$ 20,210
Other	-	-	105	105
Total revenues	-	-	20,315	20,315
Expenditures:				
Current:				
Instruction	1,552,254	1,552,254	1,033,173	(519,081)
Student and instructional support	144,158	144,158	130,903	(13,255)
Administration	103,588	103,588	103,913	325
Operations and maintenance	-	-	32,055	32,055
Total expenditures	1,800,000	1,800,000	1,300,044	(499,956)
Revenues over (under) expenditures	(1,800,000)	(1,800,000)	(1,279,729)	520,271
Other financing sources (uses):				
Transfers in	1,771,195	1,771,195	1,895,292	124,097
Transfers out	(1,000,000)	(1,000,000)	(1,000,000)	-
Total other financing sources (uses)	771,195	771,195	895,292	124,097
Revenues and other financing sources over (under) expenditures and other uses	(1,028,805)	(1,028,805)	(384,437)	644,368
Fund balances at beginning of year	1,085,080	1,085,080	1,085,080	-
Fund balances at end of year	\$ 56,275	\$ 56,275	\$ 700,643	\$ 644,368

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Driver Education Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final	Budgetary Basis	Over/ (Under)
Revenues:				
Intergovernmental - State	\$ -	\$ -	\$ -	\$ -
Other	-	-	-	-
Total revenues	-	-	-	-
Expenditures:				
Current:				
Instruction	-	-	-	-
Student and instruction support	-	-	-	-
Operations and maintenance	-	-	-	-
Total expenditures	-	-	-	-
Revenues over (under) expenditures	-	-	-	-
Other financing sources (uses):				
Transfers out	(267,944)	(267,944)	(267,944)	-
Total other financing sources (uses)	(267,944)	(267,944)	(267,944)	-
Revenues and other financing sources over (under) expenditures and other uses	(267,944)	(267,944)	(267,944)	-
Fund balances at beginning of year	267,944	267,944	267,944	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Professional Development Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary	Variance with Final Budget Over/ (Under)
	Original	Final	Basis	
Revenues:				
Other	\$ -	\$ -	\$ 56,042	\$ 56,042
Total revenues	-	-	56,042	56,042
Expenditures:				
Current:				
Student and instructional support	1,120,247	1,120,247	620,555	(499,692)
Total expenditures	1,120,247	1,120,247	620,555	(499,692)
Revenues over (under) expenditures	(1,120,247)	(1,120,247)	(564,513)	555,734
Other financing sources (uses):				
Transfers in	1,014,829	1,014,829	1,014,829	-
Total other financing sources (uses)	1,014,829	1,014,829	1,014,829	-
Revenues and other financing sources over (under) expenditures and other uses	(105,418)	(105,418)	450,316	555,734
Fund balances at beginning of year	381,762	381,762	381,762	-
Fund balances at end of year	\$ 276,344	\$ 276,344	\$ 832,078	\$ 555,734

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Adult Education - Regular Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 328	\$ 328
Total revenues	-	-	328	328
Expenditures:				
Current:				
Instruction	1,000	1,000	765	(235)
Student and instructional support	1,472	1,472	1,562	90
Administration	-	-	144	144
Total expenditures	2,472	2,472	2,471	(1)
Revenues over (under) expenditures	(2,472)	(2,472)	(2,143)	329
Fund balances at beginning of year	2,472	2,472	2,472	-
Fund balances at end of year	\$ -	\$ -	\$ 329	\$ 329

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Four Year Old State Intervention Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Other	\$ -	\$ -	\$ 148	\$ 148
Total revenues	-	-	148	148
Expenditures:				
Current:				
Instruction	4,925,763	4,925,763	4,199,084	(726,679)
Student and instructional support	446,132	446,132	418,787	(27,345)
Administration	77,742	77,742	9,798	(67,944)
Operations and maintenance	153,848	153,848	80,540	(73,308)
Total expenditures	5,603,485	5,603,485	4,708,209	(895,276)
Revenues over (under) expenditures	(5,603,485)	(5,603,485)	(4,708,061)	(895,424)
Other financing sources (uses):				
Transfers in	5,049,304	5,049,304	5,049,304	-
Total other financing sources (uses)	5,049,304	5,049,304	5,049,304	-
Revenues and other financing sources over (under) expenditures and other uses	(554,181)	(554,181)	341,243	895,424
Fund balances at beginning of year	554,181	554,181	554,181	-
Fund balances at end of year	\$ -	\$ -	\$ 895,424	\$ 895,424

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Bilingual Education Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Interest income	\$ 13,928	\$ 13,928	\$ 5,009	\$ (8,919)
Other	-	-	8,919	8,919
Total revenues	13,928	13,928	13,928	-
Expenditures:				
Current:				
Instruction	9,595,380	9,915,546	10,152,909	237,363
Student and instructional support	531,225	531,225	325,417	(205,808)
Administration	534,972	534,972	541,744	6,772
Operations and maintenance	415,698	415,698	377,371	(38,327)
Total expenditures	11,077,275	11,397,441	11,397,441	-
Revenues over (under) expenditures	(11,063,347)	(11,383,513)	(11,383,513)	-
Other financing sources (uses):				
Transfers in	11,061,119	11,381,285	11,381,285	-
Total other financing sources (uses)	11,061,119	11,381,285	11,381,285	-
Revenues and other financing sources over (under) expenditures and other uses	(2,228)	(2,228)	(2,228)	-
Fund balances at beginning of year	2,228	2,228	2,228	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Latchkey Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ -	\$ -	\$ 2,794	\$ 2,794
Intergovernmental - Federal	-	-	569,915	569,915
Charges for services	600,000	600,000	-	(600,000)
Other	-	-	6,865	6,865
Total revenues	600,000	600,000	579,574	(20,426)
Expenditures:				
Current:				
Student and instruction support	806,876	806,876	574,684	(232,192)
Total expenditures	806,876	806,876	574,684	(232,192)
Revenues over (under) expenditures	(206,876)	(206,876)	4,890	211,766
Fund balances at beginning of year	968,791	968,791	968,791	-
Fund balances at end of year	\$ 761,915	\$ 761,915	\$ 973,681	\$ 211,766

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Nutrition Services Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ 190,990	\$ 190,990	\$ 268,064	\$ 77,074
Intergovernmental - Federal	15,605,592	15,605,592	18,051,841	2,446,249
Charges for services	2,982,592	2,982,592	3,217,442	234,850
Earnings on investments	-	-	9,861	9,861
Other	-	-	2,384,484	2,384,484
Total revenues	18,779,174	18,779,174	23,931,692	5,152,518
Expenditures:				
Current:				
Nutrition services	24,711,748	24,711,748	22,151,274	(2,560,474)
Total expenditures	24,711,748	24,711,748	22,151,274	(2,560,474)
Revenues over (under) expenditures	(5,932,574)	(5,932,574)	1,780,418	7,712,992
Fund balances at beginning of year	6,026,559	6,026,559	6,026,559	-
Fund balances at end of year	\$ 93,985	\$ 93,985	\$ 7,806,977	\$ 7,712,992

Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Parents As Teachers Fund
Year ended June 30, 2012

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
			Budgetary	Over/
			Basis	(Under)
Revenues:				
Intergovernmental - State	\$ 388,324	\$ 388,324	\$ 158,388	\$ (229,936)
Contributions and donations	-	-	539	539
Other	-	-	3,425	3,425
Total revenues	388,324	388,324	162,352	(225,972)
Expenditures:				
Current:				
Student and instructional support	600,000	600,000	368,964	(231,036)
Total expenditures	600,000	600,000	368,964	(231,036)
Revenues over (under) expenditures	(211,676)	(211,676)	(206,612)	5,064
Fund balances at beginning of year	429,354	429,354	429,354	-
Fund balances at end of year	\$ 217,678	\$ 217,678	\$ 222,742	\$ 5,064

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Summer School Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 141,501	\$ 141,501	\$ 120,500	\$ (21,001)
Total revenues	141,501	141,501	120,500	(21,001)
Expenditures:				
Current:				
Instruction	199,226	199,226	156,495	(42,731)
Student and instructional support	-	-	3,204	3,204
Administration	27,961	27,961	7,772	(20,189)
Operations and maintenance	22,813	22,813	4,016	(18,797)
Total expenditures	250,000	250,000	171,487	(78,513)
Revenues over (under) expenditures	(108,499)	(108,499)	(50,987)	57,512
Fund balances at beginning of year	108,499	108,499	108,499	-
Fund balances at end of year	\$ -	\$ -	\$ 57,512	\$ 57,512

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Vocational Education Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Other	\$ -	\$ -	\$ 2,506	\$ 2,506
Total revenues	-	-	2,506	2,506
Expenditures:				
Current:				
Instruction	7,284,341	7,284,341	7,081,153	(203,188)
Student and instructional support	-	-	35,927	35,927
Administration	450,298	450,298	468,969	18,671
Operations and maintenance	327,308	327,308	475,898	148,590
Total expenditures	8,061,947	8,061,947	8,061,947	-
Revenues over (under) expenditures	(8,061,947)	(8,061,947)	(8,059,441)	2,506
Other financing sources (uses):				
Transfers in	8,061,424	8,061,424	8,061,424	-
Total other financing sources (uses)	8,061,424	8,061,424	8,061,424	-
Revenues and other financing sources over (under) expenditures and other uses	(523)	(523)	1,983	2,506
Fund balances at beginning of year	411,665	411,665	411,665	-
Fund balances at end of year	\$ 411,142	\$ 411,142	\$ 413,648	\$ 2,506

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Special Liability Expense Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 205	\$ 205
Earnings on investments	-	-	2,046	2,046
Total revenues	-	-	2,251	2,251
Expenditures:				
Current:				
Administration	990,600	990,600	135,684	(854,916)
Total expenditures	990,600	990,600	135,684	(854,916)
Revenues over (under) expenditures	(990,600)	(990,600)	(133,433)	857,167
Fund balances at beginning of year	1,890,646	1,890,646	1,890,646	-
Fund balances at end of year	<u>\$ 900,046</u>	<u>\$ 900,046</u>	<u>\$ 1,757,213</u>	<u>\$ 857,167</u>

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Special Assessment Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 89	\$ 89
Earnings on investments	-	-	1,001	1,001
Total revenues	-	-	1,090	1,090
Expenditures:				
Current:				
Facility acquisition and construction service	8,262	8,262	8,262	-
Total expenditures	8,262	8,262	8,262	-
Revenues over (under) expenditures	(8,262)	(8,262)	(7,172)	1,090
Fund balances at beginning of year	8,262	8,262	8,262	-
Fund balances at end of year	\$ -	\$ -	\$ 1,090	\$ 1,090

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
KPERS Retirement Contributions
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Intergovernmental - State	\$ 36,412,013	\$ 36,412,013	\$ 33,112,981	\$ (3,299,032)
Total revenues	36,412,013	36,412,013	33,112,981	(3,299,032)
Expenditures:				
Current:				
Instruction	23,172,392	23,172,392	21,373,449	(1,798,943)
Student and instructional support	5,395,579	5,395,579	5,044,318	(351,261)
Administration	3,220,077	3,220,077	2,891,627	(328,450)
Operations and maintenance	3,766,719	3,766,719	3,231,505	(535,214)
Transportation	77,416	77,416	61,645	(15,771)
Nutrition services	779,830	779,830	510,437	(269,393)
Total expenditures	36,412,013	36,412,013	33,112,981	(3,299,032)
Revenues over (under) expenditures	-	-	-	-
Fund balances at beginning of year	-	-	-	-
Fund balances at end of year	\$ -	\$ -	\$ -	\$ -

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Capital Outlay Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ 17,496,084	\$ 17,496,084	\$ 17,678,313	\$ 182,229
Intergovernmental - Federal	2,670,016	2,670,016	6,486,449	3,816,433
Intergovernmental - State	-	-	1,126	1,126
Earnings on investments	-	-	46,830	46,830
Sale of property	-	-	350,877	350,877
Other	-	-	1,041,014	1,041,014
Total revenues	20,166,100	20,166,100	25,604,609	5,438,509
Expenditures:				
Current:				
Facility acquisition and construction service	35,021,094	35,021,094	29,866,457	(5,154,637)
Total expenditures	35,021,094	35,021,094	29,866,457	(5,154,637)
Revenues over (under) expenditures	(14,854,994)	(14,854,994)	(4,261,848)	10,593,146
Fund balances at beginning of year	28,069,006	28,069,006	28,069,006	-
Fund balances at end of year	\$ 13,214,012	\$ 13,214,012	\$ 23,807,158	\$ 10,593,146

**Wichita Public Schools
Unified School District No. 259
Schedule of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual
Bond and Interest Fund
Year ended June 30, 2012**

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance with Final Budget Over/ (Under)
	Original	Final		
Revenues:				
Taxes	\$ 26,877,867	\$ 26,877,867	\$ 27,004,292	\$ 126,425
Intergovernmental - State	9,607,117	9,607,117	9,607,117	-
Interest expense subsidy - Federal	4,743,515	4,743,515	4,743,515	-
Earnings on investments	-	-	3,427	3,427
Total revenues	41,228,499	41,228,499	41,358,351	129,852
Expenditures:				
Current:				
Principal/Interest on long-term debt	40,425,430	40,425,430	40,325,429	(100,001)
Total expenditures	40,425,430	40,425,430	40,325,429	(100,001)
Revenues over (under) expenditures	803,069	803,069	1,032,922	229,853
Fund balances at beginning of year	26,158,508	26,158,508	26,158,508	-
Fund balances at end of year	\$ 26,961,577	\$ 26,961,577	\$ 27,191,430	\$ 229,853



INTERNAL SERVICE FUNDS

Internal Service Funds are used by state and local governments to account for the financing of goods and services provided by one department or agency to other departments or agencies and to other government units, on a cost-reimbursement basis. These funds are not required by the State to have adopted budgets. The internal service funds maintained by the District and the purpose of each are as follows:

Heath Care – used to account for premium deposits and expenditures to health care providers of medical and dental services for covered District employees.

Disability Reserve - used to account for premiums and disability claims paid by the District on behalf of covered employees.

Workers' Compensation – used to account for benefits provided for medical expenses and indemnity resulting from occupational illness or injury to all employees under the Kansas Worker's Compensation Act.

Risk Management – used to account for legal defense and payment of claims against the Board of Education when an incident occurs during the course of employment. The deductible portion of the property and casualty, general liability, automobile and aviation premiums are also accounted for in this fund.



**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Net Assets
Internal Service Funds
June 30, 2012**

	Health Care	Disability Reserve	Workers' Compensation	Risk Management	Total
Assets:					
Current assets:					
Cash and cash equivalents	\$ 37,897,154	\$ 2,270,590	\$ 11,432,391	\$ 973,629	\$ 52,573,764
Total current assets	37,897,154	2,270,590	11,432,391	973,629	52,573,764
Liabilities:					
Current liabilities:					
Accrued liabilities	-	11,925	72,350	-	84,275
Accrued salaries	1,357	4,393	3,789	2,670	12,209
Current portion - claims payable	3,631,000	70,000	2,940,125	-	6,641,125
Total current liabilities	3,632,357	86,318	3,016,264	2,670	6,737,609
Noncurrent liabilities:					
Long-term claims payable	-	-	4,234,777	-	4,234,777
Total liabilities	3,632,357	86,318	7,251,041	2,670	10,972,386
Net Assets:					
Total net assets restricted for self-insurance claims	\$ 34,264,797	\$ 2,184,272	\$ 4,181,350	\$ 970,959	\$ 41,601,378

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets
Internal Service Funds
Year ended June 30, 2012**

	Health Care	Disability Reserve	Workers' Compensation	Risk Management	Total
Operating revenues:					
Charges for services	\$ 45,240,941	\$ 1,220,897	\$ 3,669,228	\$ 840,135	\$ 50,971,201
Other insurance reimbursements	520	-	-	679,757	680,277
Total operating revenues	45,241,461	1,220,897	3,669,228	1,519,892	51,651,478
Operating expenses:					
Contractual services	43,252,414	905,048	2,872,229	1,188,372	48,218,063
Total operating expenses	43,252,414	905,048	2,872,229	1,188,372	48,218,063
Operating income (loss)	1,989,047	315,849	796,999	331,520	3,433,415
Nonoperating revenues:					
Interest	30,058	2,018	9,920	2,022	44,018
Total nonoperating revenue	30,058	2,018	9,920	2,022	44,018
Income (loss) before transfers	2,019,105	317,867	806,919	333,542	3,477,433
Transfers in	-	-	-	131,917	131,917
Change in net assets	2,019,105	317,867	806,919	465,459	3,609,350
Total net assets-beginning of year	32,245,692	1,866,405	3,374,431	505,500	37,992,028
Total net assets-end of year	\$ 34,264,797	\$ 2,184,272	\$ 4,181,350	\$ 970,959	\$ 41,601,378

Financial Section

Wichita Public Schools Unified School District No. 259 Combining Schedule of Cash Flows Internal Service Funds Year ended June 30, 2012

	Health Care	Disability Reserve	Workers' Compensation	Risk Management	Total
Cash flows from operating activities:					
Cash received for services	\$ 45,240,941	\$ 1,220,897	\$ 3,669,228	\$ 840,135	\$ 50,971,201
Cash received from insurance companies	520	-	-	679,757	680,277
Cash payments for claims	(44,836,384)	(951,103)	(2,544,826)	(1,219,839)	(49,552,152)
Net cash flow from operating activities	405,077	269,794	1,124,402	300,053	2,099,326
Cash flows from non-capital financing activities:					
Transfers from other funds	-	-	-	131,917	131,917
Net cash flow from non-capital financing activities	-	-	-	131,917	131,917
Cash flows from investing activities:					
Interest on investments	30,058	2,018	9,920	2,022	44,018
Net cash flow from investing activities	30,058	2,018	9,920	2,022	44,018
Change in cash and cash equivalents	435,135	271,812	1,134,322	433,992	2,275,261
Cash and cash equivalents-beginning of the year	37,462,019	1,998,778	10,298,069	539,637	50,298,503
Cash and cash equivalents-end of the year	\$ 37,897,154	\$ 2,270,590	\$ 11,432,391	\$ 973,629	\$ 52,573,764
Reconciliation of operating income (loss) to net cash flow from operating activities:					
Operating income (loss)	\$ 1,989,047	\$ 315,849	\$ 796,999	\$ 331,520	\$ 3,433,415
Adjustments to reconcile operating income (loss) to net cash flow from operating activities:					
Change in accrued liabilities	(2,070)	(43,055)	43,714	(31,467)	(32,878)
Change in claims payable	(1,581,900)	(3,000)	283,689	-	(1,301,211)
Net cash flow from operating activities	\$ 405,077	\$ 269,794	\$ 1,124,402	\$ 300,053	\$ 2,099,326



FIDUCIARY FUNDS

Fiduciary Funds are used when a government holds or manages financial resources in an agent or fiduciary capacity. The fiduciary funds maintained by the District and the purpose of each are listed below:

Early Retirement Incentive Plan Trust – used to account for early retirement incentives.

Retiree Benefit Trust – used to account for other post-employment benefits (OPEB). Provides healthcare benefits, including medical, dental, vision, and life, to eligible retirees.

Student Activity – used to account for funds used to support co-curricular and extra-curricular student activities.

Payroll Trust – used to account for payroll taxes and other withholdings from employee wages that are owed to other governmental agencies or others.

Flexible Spending – used to account for elective pre-tax payroll withholdings from employee wages and payment of eligible medical and dependent care costs.



**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Fiduciary Net Assets
Fiduciary Funds - Employee Benefit Trust Funds
June 30, 2012**

	Early Retirement Incentive Plan Trust	Retiree Benefit Trust	Total
Assets:			
Cash	\$ 2,430,956	\$ -	\$ 2,430,956
Certificates of deposit	12,200,000	10,009,802	22,209,802
Interest receivable	1,415	883	2,298
Total assets	<u>14,632,371</u>	<u>10,010,685</u>	<u>24,643,056</u>
Liabilities:			
Due to others	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets:			
Held in trust for other employee benefits	<u>14,632,371</u>	<u>10,010,685</u>	<u>24,643,056</u>
Total net assets	<u><u>\$ 14,632,371</u></u>	<u><u>\$ 10,010,685</u></u>	<u><u>\$ 24,643,056</u></u>

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Changes in Fiduciary Net Assets
Fiduciary Funds - Employee Benefit Trust Funds
For the Year Ended June 30, 2012**

	Early Retirement Incentive Plan Trust	Retiree Benefit Trust	Total
Additions:			
Employer contributions	\$ 9,273,422	\$ 1,681,203	\$ 10,954,625
Retiree contributions	-	2,967,131	2,967,131
Interest income	8,917	10,685	19,602
 Total additions	<u>9,282,339</u>	<u>4,659,019</u>	<u>13,941,358</u>
 Deductions:			
Benefits	8,013,534	4,495,773	12,509,307
Administration	-	152,561	152,561
 Total deductions	<u>8,013,534</u>	<u>4,648,334</u>	<u>12,661,868</u>
 Change in net assets	1,268,805	10,685	1,279,490
 Net assets - beginning of year	<u>13,363,566</u>	<u>10,000,000</u>	<u>23,363,566</u>
Net assets - end of year	<u>\$ 14,632,371</u>	<u>\$ 10,010,685</u>	<u>\$ 24,643,056</u>

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Fiduciary Assets and Liabilities
Fiduciary Funds - Agency Funds
June 30, 2012**

	<u>Agency Funds</u>			
	Student Activity Funds	Payroll Trust Fund	Flexible Spending	Total Agency Funds
Assets				
Cash and cash equivalents	\$ 3,559,067	\$ 1,727,027	\$ 24,941	\$ 5,311,035
Total assets	<u>\$ 3,559,067</u>	<u>\$ 1,727,027</u>	<u>\$ 24,941</u>	<u>\$ 5,311,035</u>
Liabilities				
Due to others	\$ 3,559,067	\$ 1,727,027	\$ 24,941	\$ 5,311,035
Total liabilities	<u>\$ 3,559,067</u>	<u>\$ 1,727,027</u>	<u>\$ 24,941</u>	<u>\$ 5,311,035</u>

Financial Section

**Wichita Public Schools
Unified School District No. 259
Combining Schedule of Changes in Assets and Liabilities
Fiduciary Funds - Agency Funds
Year ended June 30, 2012**

	Balance, June 30 2011	Additions	Deletions	Balance, June 30 2012
Totals - All Agency Funds				
Assets				
Cash and cash equivalents	\$ 4,855,957	\$ 140,393,848	\$ 139,938,770	\$ 5,311,035
Total assets	\$ 4,855,957	\$ 140,393,848	\$ 139,938,770	\$ 5,311,035
Liabilities				
Due to others	\$ 4,855,957	\$ 140,393,848	\$ 139,938,770	\$ 5,311,035
Total liabilities	\$ 4,855,957	\$ 140,393,848	\$ 139,938,770	\$ 5,311,035
Student Activity Funds				
Assets				
Cash and cash equivalents	\$ 3,543,242	\$ 12,367,084	\$ 12,351,259	\$ 3,559,067
Total assets	\$ 3,543,242	\$ 12,367,084	\$ 12,351,259	\$ 3,559,067
Liabilities				
Due to others	\$ 3,543,242	\$ 12,367,084	\$ 12,351,259	\$ 3,559,067
Total liabilities	\$ 3,543,242	\$ 12,367,084	\$ 12,351,259	\$ 3,559,067
Payroll Trust Fund				
Assets				
Cash and cash equivalents	\$ 1,152,819	\$ 119,009,172	\$ 118,434,964	\$ 1,727,027
Total assets	\$ 1,152,819	\$ 119,009,172	\$ 118,434,964	\$ 1,727,027
Liabilities				
Due to others	\$ 1,152,819	\$ 119,009,172	\$ 118,434,964	\$ 1,727,027
Total liabilities	\$ 1,152,819	\$ 119,009,172	\$ 118,434,964	\$ 1,727,027
Flexible Spending Fund				
Assets				
Cash and cash equivalents	\$ 159,896	\$ 9,017,592	\$ 9,152,547	\$ 24,941
Total assets	\$ 159,896	\$ 9,017,592	\$ 9,152,547	\$ 24,941
Liabilities				
Due to others	\$ 159,896	\$ 9,017,592	\$ 9,152,547	\$ 24,941
Total liabilities	\$ 159,896	\$ 9,017,592	\$ 9,152,547	\$ 24,941

Statistical Section



STATISTICAL SECTION

This part of the Wichita Public Schools Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information indicates about the Wichita Public Schools' overall financial health.

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Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	102
Revenue Capacity	
These schedules contain information to help the reader assess the District's financially significant local revenue source, the property tax.	108
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	112
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	116
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	119

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Statistical Section

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS Last Ten Fiscal Years Ended June 30, (Continued on next page)

		2003	2004	2005	2006
Revenues:					
Taxes	(1) \$	107,792,816	\$ 151,517,208	\$ 115,817,735	\$ 120,700,320
Intergovernmental - State		244,743,897	230,890,676	240,080,606	283,607,623
Intergovernmental - Federal		48,636,740	58,274,593	59,811,021	59,895,999
Interest expense subsidy - Federal	(3)	-	-	-	-
Charges for services		7,439,103	7,617,597	5,414,169	8,525,609
Earnings on investments		7,768,054	3,553,282	3,169,608	4,785,887
Other		6,627,091	4,382,923	3,769,354	3,092,723
Contributions		21,433	-	-	13,985
Total revenues		423,029,134	456,236,279	428,062,493	480,622,146
Expenditures:					
Current:					
Instruction		211,308,468	225,021,873	220,635,391	244,698,491
Student and instructional support		49,522,283	49,891,245	50,099,298	59,202,505
Administration		29,956,146	28,869,729	30,451,254	32,799,723
Operations and maintenance		44,208,585	43,876,578	50,174,541	55,337,795
Student transportation service		17,625,854	17,477,166	18,128,299	18,376,565
Nutrition services		15,613,915	15,560,532	15,581,790	16,745,000
Sub-total current expenditures		368,235,251	380,697,123	385,070,573	427,160,079
Facility acquisition and construction service		101,034,656	109,006,225	68,948,723	34,467,735
Debt Service:					
Principal retirement		10,395,000	13,040,000	9,905,000	10,675,000
Interest		11,118,035	12,286,238	12,859,653	13,956,286
Other		-	-	-	-
Total expenditures		490,782,942	515,029,586	476,783,949	486,259,100
Excess (deficiency) of revenues over (under) expenditures		(67,753,808)	(58,793,307)	(48,721,456)	(5,636,954)
Other financing sources (uses):					
Bond issuance	(2)	-	-	-	-
Premium on bond issuance	(2)	-	-	-	-
Discount on bond issuance	(2)	-	-	-	-
Payment on refunded bonds	(2)	-	-	-	-
Proceeds from issuance of debt		94,830,000	-	-	-
Issuance of refunding bonds		-	-	68,460,000	-
Premiums on bonds sold		-	-	7,683,648	-
Sale of property		-	-	-	-
Transfers in		87,469,160	76,768,505	81,051,744	120,571,854
Transfers out		(88,451,851)	(77,427,560)	(81,183,661)	(122,083,020)
Total other financing sources (uses)		93,847,309	(659,055)	76,011,731	(1,511,166)
Net change in fund balances		26,093,501	(59,452,362)	27,290,275	(7,148,120)
Fund balances at beginning of year		215,076,680	241,178,759	181,686,407	208,926,414
Change in reserve for inventory		8,578	(39,990)	(50,267)	374,494
Fund balances at end of year		\$ 241,178,759	\$ 181,686,407	\$ 208,926,415	\$ 202,152,788
Ratio of total debt service expenditures to noncapital expenditures.					
		5.53%	6.28%	5.59%	5.27%

(1) The State changed the tax collection dates starting in 2004, resulting in a one-year increase in tax revenues.

(2) In November 2008, Wichita citizens approved the passage of a \$370 million bond issue.

(3) In the 2009 Federal stimulus plan, a new bond option was created that allowed bonds to be issued as taxable securities with the District receiving a subsidy of 35% of the interest from the U.S. Treasury.

(4) Decrease in investment earnings is a result of significant decrease in the Bond and Interest fund balance due to call of bonds related to 2004 and 2005 crossover refundings and the spending of bond proceeds on school construction.

Statistical Section

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS Last Ten Fiscal Years Ended June 30, (Continued from previous page)

2007	2008	2009	2010	2011	2012
\$ 126,534,430	\$ 138,635,857	\$ 142,769,888	\$ 149,855,266	\$ 148,191,597	\$ 152,246,674
315,665,158	344,323,411	361,839,622	320,824,377	334,143,207	340,963,641
59,971,569	57,235,874	58,799,705	96,757,118	99,248,416	74,047,748
-	-	-	2,435,821	4,888,103	4,743,515
6,011,281	5,561,626	6,492,556	5,890,320	5,173,988	5,315,600
10,859,048	10,380,375	5,701,943	2,566,359	2,511,719	874,998 (4)
6,953,381	3,763,512	2,763,531	2,397,458	4,268,316	1,331,039
360,647	1,217,199	972,267	856,818	653,523	1,110,602
526,355,514	561,117,854	579,339,512	581,583,537	599,078,869	580,633,817
263,913,393	287,752,823	291,195,270	290,231,979	301,439,506	291,958,123
69,652,446	74,075,547	79,389,067	76,125,699	71,632,655	68,401,079
34,610,127	37,197,292	42,609,103	41,568,245	45,409,783	38,273,012
57,507,190	65,557,633	70,351,157	61,571,070	60,773,798	65,790,223
19,140,522	20,095,468	21,509,033	26,958,550	25,105,244	27,369,629
16,727,652	17,424,261	19,342,146	18,974,782	18,612,253	20,656,227
461,551,330	502,103,024	524,395,776	515,430,325	522,973,239	512,448,293
18,926,102	33,939,625	31,360,422	43,723,073	127,522,666	133,472,994
11,465,000	12,264,999	13,075,000	13,955,000	20,110,000	17,830,000
13,860,796	13,211,519	12,907,387	21,802,132	26,852,512	23,386,402
-	-	-	887,791	1,075,953	-
505,803,228	561,519,167	581,738,585	595,798,321	698,534,370	687,137,689
20,552,286	(401,313)	(2,399,073)	(14,214,784)	(99,455,501)	(106,503,872)
-	-	191,260,000	141,800,000	39,960,000	-
-	-	5,336,620	1,193,154	4,557,196	-
-	-	(29,083)	-	-	-
-	-	(3,000,000)	(9,285,000)	(76,180,000)	(37,790,000)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	427,431	268,111	350,877
135,756,406	161,735,935	182,742,671	178,170,320	45,048,382	62,519,291
(139,284,085)	(161,867,852)	(182,874,588)	(181,794,428)	(45,180,299)	(62,651,208)
(3,527,679)	(131,917)	193,435,620	130,511,477	(31,526,610)	(37,571,040)
17,024,607	(533,230)	191,036,547	116,296,693	(130,982,111)	(144,074,912)
202,152,788	219,457,827	218,586,019	409,711,044	525,706,249	394,799,503
280,432	(338,577)	88,478	(301,488)	75,365	(342,308)
\$ 219,457,827	\$ 218,586,020	\$ 409,711,044	\$ 525,706,249	\$ 394,799,503	\$ 250,382,283
5.11%	4.79%	4.60%	6.47%	8.17%	7.40%

FUND BALANCES, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

Fiscal Year

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Fund										
Reserved	\$ 5,305,206	\$ 6,386,977	\$ 4,806,381	\$ 5,526,799	\$ 4,605,335	\$ 4,564,166	\$ 3,372,025	\$ 3,034,222	\$ -	\$ -
Unreserved	162,511	273,269	377,923	331,129	139,544	128,190	8,597	49,253	-	-
Nonspendable	(2)	-	-	-	-	-	-	-	1,304,348	1,060,873
Restricted	(2) (5)	-	-	-	-	-	-	-	1,864,289	2,990,924
Assigned	(2)	-	-	-	-	-	-	-	15,440,778	13,265,618
Unassigned	(2)	-	-	-	-	-	-	-	16,836,650	19,267,946
Total general fund	5,467,717	6,660,246	5,184,304	5,857,928	4,744,879	4,692,356	3,380,622	3,083,475	35,446,065	36,585,361
All Other Governmental Funds										
Reserved	(1)	\$ 66,684,021	\$ 80,783,587	\$ 113,942,186	\$ 95,624,633	\$ 112,138,906	\$ 99,579,568	\$ 104,724,314	\$ 138,469,242	\$ -
Unreserved, reported in:										
Special revenue funds		38,962,382	48,978,817	48,820,139	46,917,622	54,587,911	56,852,402	59,097,752	61,985,141	-
Capital projects funds		116,387,563	32,163,348	19,057,008	32,226,352	26,522,998	35,605,271	215,643,501	292,076,658	-
Debt service funds		13,677,076	13,100,409	21,922,778	21,526,253	21,463,133	21,856,423	26,864,855	30,091,733	-
Nonspendable	(2)	-	-	-	-	-	-	-	829,014	730,181
Restricted, reported in:										
Special revenue funds	(2)	-	-	-	-	-	-	-	47,292,756	46,728,832
Capital projects funds	(2) (3)	-	-	-	-	-	-	-	247,089,000	139,146,479
Debt service funds	(2) (4)	-	-	-	-	-	-	-	64,142,668	27,191,430
Total all other governmental funds		235,711,042	175,026,161	203,742,111	196,294,860	214,712,948	213,893,664	406,330,422	522,622,774	213,796,922
Total Fund Balances		\$ 241,178,759	\$ 181,686,407	\$ 208,926,415	\$ 202,152,788	\$ 219,457,827	\$ 218,586,020	\$ 409,711,044	\$ 525,706,249	\$ 250,382,283

(1) Increased substantially in 2010 due to the issuance of general obligation bonds.

(2) Effective June 2011, the District implemented GASB statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. Please refer to the footnote section of the CAFR for more discussion and presentation.

(3) Decrease in FY 2012 is due to completion of bond projects.

(4) Decrease in FY 2012 is due to call of the Series 2001 bond.

(5) Increase in FY 2012 is due to increased grant funds.

SCHEDULE OF CHANGES IN NET ASSETS
Last Ten Fiscal Years

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010 (6)	2011	2012
Expenses										
Governmental activities:										
Instruction	(1) \$ 219,775,272	\$ 234,218,611	\$ 240,980,556	\$ 269,482,620	\$ 288,593,364	\$ 302,662,754	\$ 311,741,071	\$ 304,175,635	\$ 324,059,324	\$ 304,492,992
Student and instructional support	53,606,277	50,880,988	51,098,489	62,343,417	72,536,322	74,397,253	80,905,216	75,254,586	72,600,464	66,154,324
Administration	29,879,549	29,224,271	31,520,542	34,469,634	36,072,351	37,438,148	43,170,671	41,377,798	42,705,447	36,896,438
Operations and maintenance	45,970,178	43,922,430	51,708,259	59,667,037	61,284,641	66,225,149	72,110,571	66,482,872	65,617,612	65,131,662
Student transportation services	17,594,464	17,421,034	18,305,064	19,070,619	19,525,800	20,280,150	22,040,131	26,574,028	25,302,589	27,485,148
Nutrition services	15,408,607	15,483,096	16,080,432	17,459,840	17,218,179	17,608,651	19,661,902	19,199,980	18,782,975	20,661,401
Interest on long-term debt	11,964,370	12,121,322	13,191,484	13,483,218	12,964,777	12,305,156	12,530,101	22,752,909	24,252,596	21,162,287
Total primary government expenses	\$ 394,198,717	\$ 403,271,752	\$ 422,884,826	\$ 475,976,385	\$ 506,195,434	\$ 530,917,261	\$ 562,159,663	\$ 555,817,808	\$ 573,321,007	\$ 541,984,252
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction	(9) \$ 3,554,012	\$ 4,222,455	\$ 1,934,840	\$ 2,313,309	\$ 1,597,191	\$ 1,696,780	\$ 2,481,255	\$ 2,216,342	\$ 1,964,420	\$ 2,060,864
Student and instructional support	59,712	63,743	-	43,879	64,213	69,216	75,060	108,982	82,619	37,294
Operations and maintenance	(10) -	-	-	-	620,856	-	-	-	-	-
Nutrition services	3,825,379	3,331,399	3,479,329	3,684,387	3,729,021	3,795,630	3,936,241	3,564,996	3,126,797	3,217,442
Operating grants and contributions	(2) 104,395,911	114,493,572	121,615,572	129,019,748	137,195,513	131,716,012	132,872,905	261,912,962	270,853,079	245,991,467
Capital grants and contributions	(8) 1,867,266	710,212	-	-	-	-	218,597	-	-	6,487,575
Total primary government program revenues	\$ 113,702,280	\$ 122,821,385	\$ 127,029,741	\$ 135,061,323	\$ 143,206,794	\$ 137,277,638	\$ 139,584,058	\$ 267,803,282	\$ 276,026,915	\$ 257,794,642
Net (Expense)/Revenue										
Total primary government net expense	\$ (280,496,437)	\$ (280,450,367)	\$ (295,855,085)	\$ (340,915,062)	\$ (364,988,640)	\$ (393,639,623)	\$ (422,575,605)	\$ (288,014,526)	\$ (297,294,092)	\$ (284,189,610)
General Revenue and Other Changes in Net Assets										
Governmental activities:										
Taxes										
Property taxes levied for general purposes	(3) \$ 80,262,945	\$ 106,974,978	\$ 81,149,862	\$ 86,151,743	\$ 90,871,364	\$ 101,568,385	\$ 104,914,577	\$ 103,899,233	\$ 102,754,794	\$ 107,584,069
Property taxes levied for debt service	(3) 18,326,898	25,533,237	17,941,189	16,376,108	16,647,085	16,996,667	17,326,543	25,692,971	25,678,590	27,004,292
Property taxes levied for capital outlay	(4) 9,202,973	19,008,993	16,726,684	18,172,469	19,015,981	20,070,805	20,528,768	20,263,062	19,758,213	17,678,313
State and federal aid not restricted to specific purposes	(5) 187,138,893	173,961,481	181,679,715	216,831,104	238,790,846	271,060,471	288,520,092	158,961,172	168,060,171	168,235,282
State aid received for debt service	-	-	-	-	-	-	-	-	-	4,814,100
Earnings on investments	7,963,735	3,692,524	3,506,757	6,569,625	11,760,389	11,069,066	5,950,637	2,629,093	2,598,057	919,021
Sale of property	-	-	-	-	-	-	-	427,431	-	-
Miscellaneous	6,627,091	4,382,923	365,694	3,243,512	6,964,396	3,803,513	2,243,939	2,397,458	4,268,466	1,331,039
Total primary government general revenue	\$ 309,522,535	\$ 333,554,136	\$ 301,369,901	\$ 347,344,561	\$ 384,050,061	\$ 424,568,907	\$ 440,004,148	\$ 314,270,420	\$ 323,138,291	\$ 327,546,116
Change in Net Assets										
Total primary government	\$ 29,026,098	\$ 53,103,769	\$ 5,514,816	\$ 6,429,499	\$ 19,061,421	\$ 30,929,284	\$ 17,428,543	\$ 26,255,894	\$ 25,844,199	\$ 43,356,506

- (1) The District's expenses for instruction increased significantly from FY 2003 to FY 2009 as a result of the Board initiative to reduce class size and to expand all-day kindergarten to all elementary. FY 2010 and FY 2012 reductions are due to State aid cuts. FY 2011 increase is due to Federal funds.
- (2) The District receives Federal dollars for nine Title funding sources, special education, and other grants including the American Reinvestment and Recovery Act (ARRA) in 2010 and 2011.
- (3) During 2004, the State of Kansas moved the ad valorem property tax distributions from July to June resulting in three major tax distributions in the 2003-04 fiscal year.
- (4) In 2004 the District approved a 5-year resolution to increase the Capital Outlay levy to 7 mills.
- (5) When the State changed the tax distribution dates for 2004 the amount of State aid distributed to schools was reduced.
- (6) Starting in FY 2010, State aid generated for at-risk, bilingual, virtual, and special education formerly reported in State and federal aid not restricted to specific purposes is reflected in operating grants and contributions. The FY 2010 has been restated for comparison purposes.
- (7) The increase in 2010 is due to additional bond issuances.
- (8) Amounts shown are primarily attributable to FEMA funding of storm shelters.
- (9) WATC separated from the District in FY 2005.
- (10) The FY 2007 amount is attributable to a grant.

NET ASSETS BY COMPONENT
Last Ten Fiscal Years

		Fiscal Year									
		2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental Activities:											
Invested in Capital Assets, Net of Related Debt	(1)	\$ 145,315,985	\$ 164,059,705	\$ 154,106,269	\$ 154,197,454	\$ 161,312,922	\$ 187,115,043	\$ 196,865,922	\$ 217,714,525	\$ 243,866,697	\$ 264,879,340
Restricted for:											
Instruction and Support Services	(5)	-	-	-	-	-	-	-	15,697,614	15,930,095	13,881,209
Facilities and Capital Projects	(5)	10,239,460	18,770,981	27,479,415	37,011,527	47,095,103	45,950,586	45,465,264	42,982,926	39,494,516	35,472,632
Debt Service	(3)	9,823,416	17,124,778	17,632,788	17,008,732	17,141,033	17,740,086	22,024,806	23,372,779	20,876,849	22,492,365
Self-Insurance Claims	(7)	15,375,050	18,198,844	17,130,181	16,706,808	12,961,056	21,335,065	35,507,219	43,074,689	37,992,028	41,601,378
Special Education	(7)	6,519,488	4,644,913	6,894,553	5,012,196	5,471,933	6,133,161	4,760,509	3,555,567	3,370,405	12,472,770
Nutrition Services	(7)	6,171,970	5,641,843	5,928,234	6,023,978	6,804,350	7,752,836	7,991,437	9,407,307	10,284,378	12,093,756
Federal and State Grant Programs	(4)	3,363,445	4,135,241	3,690,735	3,780,053	6,869,432	4,169,193	3,708,684	2,288,903	1,823,584	2,180,807
Other	(6)	-	3,132,103	3,463,744	4,132,037	4,095,826	3,830,003	4,053,911	-	-	-
Unrestricted	(6)	8,253,800	3,418,234	(7,781,449)	(8,898,816)	(7,716,265)	(9,061,299)	(17,984,535)	(29,445,199)	(19,145,242)	(7,224,441)
Total Primary Government Net Assets		\$ 205,062,614	\$ 239,126,642	\$ 228,544,470	\$ 234,973,969	\$ 254,035,390	\$ 284,964,674	\$ 302,393,217	\$ 328,649,111	\$ 354,493,310	\$ 397,849,816

- (1) In 2005, the District approved raising the capital assets capitalization limit to \$2,000 from \$600, which decreased assets. Increase in assets in 2004 is due to finishing phases from the 2000 bond election, and the increases in 2008-2012 are attributable to projects for the 2008 bond election.
- (2) In 2004, the District approved increasing the capital outlay mill levy from 4 mills to 7 mills to provide additional support for bond projects and for on-going technology costs. However, the capital outlay mill levy was lowered to 6 mills in FY 20012 due to elimination of State equalization.
- (3) During 2009 and 2010, the district issued \$320 million in general obligation bonds authorized by the 2008 referendum.
- (4) The WATC program separated from the District as of June 30, 2004. The 2005 decrease reflects the loss of the Wichita Area Technical College Pell Grant.
- (5) Starting in 2004, the Board approved two special levies to pay for costs related to bond projects. Those new levies were for special assessments and liability costs. The Board stopped levying a tax for the Special Assessments fund in 2005-06 and for the Special Liability fund in 2006-07, as the accumulated cash balance in each of these funds was deemed adequate to meet expected spending requirements. For 2011, the special assessments are included in Capital Projects and the special liability in Instruction and Support Services. The 2010 year was restated for comparison purposes.
- (6) Funding of Other Post Employment Benefits through an irrevocable trust in FY 2011 reduced liabilities; therefore increasing unrestricted net assets.
- (7) Increase in FY 2012 due primarily to reduced liabilities as a result of funding retiree obligations in an irrevocable trust.

STATE REVENUE BY SOURCE, GOVERNMENTAL FUNDS
Last Ten Fiscal Years

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues:										
Unrestricted state school aid (4)	\$ 179,306,234	\$ 162,195,471	\$ 161,219,001	\$ 182,991,040	\$ 191,116,443	\$ 195,068,882	\$ 194,862,063	\$ 155,681,924	\$ 161,195,704	\$ 166,627,015
Transportation aid	5,424,425	5,664,317	5,819,996	7,076,411	7,185,752	7,619,945	7,547,320	8,149,174	8,680,691	8,520,120
New facilities aid	1,532,838	6,649,768	9,146,425	8,269,648	4,690,629	5,497,687	6,745,967	2,831,488	1,686,611	1,327,536
Juvenile detention centers aid	683,025	780,326	764,874	810,344	1,085,906	872,176	721,600	1,144,338	1,073,505	901,894
eSchool virtual education aid (2)	-	-	-	-	-	-	1,004,960	1,287,852	1,775,587	1,804,194
Unrestricted state grant	-	-	-	50,315	1,126,662	530,491	241,483	402,287	174,017	113,942
Special education aid	29,342,050	28,323,979	27,720,358	30,496,167	32,233,561	38,155,049	39,141,960	36,851,423	38,145,500	41,081,697
State intervention aid (5)	9,049,464	9,844,856	10,139,216	21,941,855	41,507,058	55,346,409	67,786,840	68,579,121	69,893,955	69,194,034
Capital outlay aid	-	-	-	-	-	-	-	-	-	1,126
Bond and interest aid	4,429,968	5,495,146	4,752,976	5,015,699	5,276,907	5,534,460	5,702,065	7,503,304	9,885,746	9,607,117
4-year-old aid	2,758,182	3,086,537	3,132,893	3,643,992	3,943,408	3,941,734	4,105,200	3,839,235	3,763,772	3,613,680
Bilingual education aid (6)	2,211,568	2,357,589	2,258,696	4,615,439	5,192,277	6,015,125	6,431,920	6,972,454	7,764,158	7,774,704
Latchkey aid	-	-	-	-	-	-	-	-	-	2,794
School food assistance aid	226,571	214,766	232,294	245,512	224,687	224,531	219,542	220,170	186,769	268,064
Parents as teachers aid	501,672	476,517	464,133	476,517	512,517	534,037	504,419	510,130	505,311	158,388
Vocational education aid	2,694,443	2,587,437	2,603,276	3,429,439	3,543,350	3,528,068	3,352,800	3,047,114	2,970,073	2,823,661
KPERS contributions (1)	-	-	11,684,394	14,136,316	17,573,703	20,741,982	22,980,806	23,560,267	26,198,202	27,143,675
New teacher mentoring aid	-	-	-	199,000	119,650	154,200	181,300	163,950	136,010	-
State safety aid	147,806	147,430	142,074	158,067	150,870	187,110	63,270	80,146	107,596	-
Professional development aid	288,952	-	-	51,862	181,778	202,763	246,117	-	-	-
WATC - post secondary aid (3)	6,146,699	3,066,537	-	-	-	-	-	-	-	-
Total revenues	\$244,743,897	\$230,890,676	\$240,080,606	\$ 283,607,623	\$ 315,665,158	\$ 344,154,649	\$ 361,839,622	\$ 320,824,377	\$ 334,143,207	\$ 340,963,641

(1) Until 2005, the State-funded retirement contributions were reflected only in the State of Kansas' financial statements.

(2) The State created a new fund in 2008-09. This funding was previously included in General fund state aid.

(3) Wichita Area Technical College (WATC) separated from the District in July 2004.

(4) Increase in 2011 was to partially offset loss of Federal stimulus funds.

(5) Increases are due to the continual increase in low-income students, as well as increased State support in fiscal years 2006, 2007, 2008, and 2009 as a result of litigation.

(6) Increases are due to the increasing population of non-English speaking students.

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years

ASSESSMENT YEAR	FISCAL YEAR	REAL ESTATE		PERSONAL PROPERTY		UTILITIES	
		ASSESSED VALUE	ESTIMATED ACTUAL	ASSESSED VALUE	ESTIMATED ACTUAL	ASSESSED VALUE	ESTIMATED ACTUAL
2002	02-03	\$ 1,635,462,610	\$ 11,114,475,807	\$ 278,026,049	\$ 1,154,322,620	\$ 119,231,687	\$ 361,308,142
2003	03-04	\$ 1,776,376,531	\$ 12,049,257,492	\$ 272,845,496	\$ 1,130,381,220	\$ 121,894,092	\$ 369,376,036
2004	04-05	\$ 1,837,435,115	\$ 12,519,819,150	\$ 269,403,548	\$ 1,113,964,990	\$ 125,301,859	\$ 379,702,603
2005	05-06	\$ 1,918,088,014	\$ 13,086,451,165	\$ 270,024,335	\$ 1,106,798,710	\$ 126,598,384	\$ 383,631,467
2006	06-07	\$ 2,036,564,191	\$ 13,855,902,336	\$ 277,058,468	\$ 1,131,552,250	\$ 115,268,505	\$ 349,298,500
2007	07-08	\$ 2,185,182,888	\$ 14,786,244,452	\$ 247,127,236 (1)	\$ 1,009,502,060	\$ 108,828,981	\$ 329,784,791
2008	08-09	\$ 2,322,494,446	\$ 15,642,326,869	\$ 221,441,353 (1)	\$ 902,729,020	\$ 103,994,384	\$ 315,134,497
2009	09-10	\$ 2,340,441,483	\$ 15,788,965,358	\$ 189,036,315 (1)	\$ 773,093,070	\$ 97,345,467	\$ 294,896,264
2010	10-11	\$ 2,362,820,942	\$ 14,649,324,104	\$ 170,890,808	\$ 693,743,421	\$ 96,366,014	\$ 292,018,224
2011	11-12	\$ 2,365,110,474	\$ 14,702,894,910	\$ 165,764,736	\$ 675,149,506	\$ 96,822,040	\$ 293,400,121

ASSESSMENT YEAR	FISCAL YEAR	TOTAL		RATIO OF TOTAL ASSESSED TO TOTAL	
		ASSESSED VALUE	ESTIMATED ACTUAL	ASSESSED TO TOTAL ESTIMATED ACTUAL	DIRECT TAX RATE
2002	02-03	\$ 2,032,720,346	\$ 12,630,106,569	16.09%	51.839
2003	03-04	\$ 2,171,116,119	\$ 13,549,014,748	16.02%	51.408
2004	04-05	\$ 2,232,140,522	\$ 14,013,486,743	15.93%	51.296
2005	05-06	\$ 2,314,710,733	\$ 14,576,881,342	15.88%	51.300
2006	06-07	\$ 2,428,891,164	\$ 15,336,753,086	15.84%	51.296
2007	07-08	\$ 2,541,139,105	\$ 16,125,531,303	15.76%	53.238
2008	08-09	\$ 2,647,930,183	\$ 16,860,190,386	15.71%	53.309
2009	09-10	\$ 2,626,823,265	\$ 16,857,044,692	15.58%	56.850
2010	10-11	\$ 2,630,077,764	\$ 15,635,085,749	16.82%	56.928
2011	11-12	\$ 2,627,697,250	\$ 15,671,444,537	16.77%	57.017

Source: Sedgwick County Clerk

(1) The State removed some personal property from the tax rolls.

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(Per \$1,000 of Assessed Value)
Last Ten Fiscal Years

ASSESSMENT YEAR (1)	USD 259 FISCAL YEAR	USD 259							TOTAL USD 259
		GENERAL	SUPPL. GENERAL	CAPITAL OUTLAY	BOND & INTEREST	ADULT EDUCATION	SPECIAL ASSESSMENT (6)	SPECIAL LIABILITY (4)	
2002	02-03	20,000	18,885	4,000	8,038	0.493	0.423	0	51,839
2003	03-04	20,000	14,547 ⁽⁵⁾	7,000 ⁽⁷⁾	7,904	0.500	0.385	1,072	51,408
2004	04-05	20,000	16,257	6,990	6,974	0.499	0.209	0.367	51,296
2005	05-06	20,000	17,679	7,000	6,007	0.500	0	0.114	51,300
2006	06-07	20,000	18,341	7,000	5,955	0	0	0	51,296
2007	07-08	20,000	20,356	7,000	5,882	0	0	0	53,238
2008	08-09	20,000	20,411	7,000	5,898	0	0	0	53,309
2009	09-10	20,000	20,439	7,000	9,411 ⁽³⁾	0	0	0	56,850
2010	10-11	20,000	20,482	7,015	9,431	0	0	0	56,928
2011	11-12	20,000	21,549	6,014	9,454	0	0	0	57,017

OTHER OVERLAPPING GOVERNMENTS (2)

ASSESSMENT YEAR (1)	USD 259 FISCAL YEAR	STATE & COUNTY	CITY OF WICHITA	CITY OF BEL AIRE	CITY OF EASTBOROUGH	CITY OF KECHI	CITY OF PARK CITY	TOTAL USD 259
2002	02-03	30,276	31,845	15,787	27,264	18,392	33,687	151,839
2003	03-04	30,317	31,905	23,861	30,007	18,353	36,193	151,408
2004	04-05	30,263	31,828	21,975	35,006	18,431	36,178	151,296
2005	05-06	30,258	31,898	22,831	37,642	18,246	35,043	151,300
2006	06-07	32,815	31,953	23,959	58,221	21,154	37,236	151,296
2007	07-08	32,833	31,979	33,503	60,252	24,037	37,145	153,238
2008	08-09	31,877	32,056	34,908	62,241	23,954	37,450	153,309
2009	09-10	31,368	32,142	35,970	58,351	33,857	37,332	156,850
2010	10-11	30,859	32,272	39,050	57,944	33,774	37,395	156,928
2011	11-12	30,928	32,359	46,118	59,999	33,676	37,792	157,017

Source: Sedgwick County Clerk

- (1) The year shown is the year in which taxes are levied for collection in the following calendar year.
 (2) Overlapping rates are those of local and county governments that apply to property owners within the boundary of USD 259.
 (3) In April 2008, the community approved a \$370 million bond issue.
 (4) Taxes were levied in 2003, 2004, and 2005 for the purpose of funding District liability costs including cleanup of underground water pollution.
 (5) Decrease due to use of year-end cash balances.
 (6) Levy was assessed for bond-related costs of streets and sewers.
 (7) The Board of Education approved a 5-year resolution increasing the levy to 7 mills to assist with bond-related projects such as land purchases and fire alarms.

Statistical Section

PRINCIPAL PROPERTY TAXPAYERS Current Year and Nine Years Ago For the Year Ended December 31,

TAXPAYER	2002			2011 (1)		
	TAXABLE ASSESSED VALUATION	Rank	PERCENT OF TOTAL ASSESSED VALUATION	TAXABLE ASSESSED VALUATION	Rank	PERCENT OF TOTAL ASSESSED VALUATION
Cessna Aircraft Co.	\$ 20,243,316	7	1.00%	\$ 37,868,929	1	1.44%
Hawker Beechcraft Corp. (2)	-	-	-	36,613,102	2	1.39%
Kansas Gas & Elec-A Western Resources	37,925,044	2	1.87%	31,157,963	3	1.19%
Wesley Medical Center LLC	23,924,238	4	1.18%	26,275,541	4	1.00%
Simon Property Group	30,344,044	3	1.49%	23,790,471	5	0.91%
Southwestern Bell Telephone	47,146,180	1	2.32%	21,506,928	6	0.82%
Kansas Gas Service	10,393,737	9	0.51%	18,987,259	7	0.72%
Koch Industries, Inc.	10,525,731	8	0.52%	5,248,215	8	0.20%
IPC Wichita Properties	-	-	-	5,217,300	9	0.20%
Integrated Healthcare Systems	-	-	-	4,423,725	10	0.17%
City of Wichita	21,459,323	5	1.06%	-	-	-
Raytheon Aircraft Company (2)	21,440,863	6	1.05%	-	-	-
Builders, Inc.	5,403,630	10	0.27%	-	-	-
Total	\$ 228,806,106		11.27%	\$ 211,089,433		8.03%
Total Assessed Value	\$2,032,720,346			\$2,627,697,250		

Source: Sedgwick County Clerk - Sedgwick County 2011 tax roll

(1) Data for 2012 is not available until December.

(2) Hawker Beechcraft Corporation's property was formerly owned by Raytheon Aircraft Company.

PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years

ASSESSMENT YEAR	COLLECTION YEAR	TOTAL TAX LEVY (1)	CURRENT TAX COLLECTIONS (2)	PERCENT OF LEVY COLLECTED
2002	2003	\$ 99,561,740	\$ 95,503,102	95.92%
2003	2004	\$ 105,394,232	\$ 100,876,885	95.71%
2004	2005	\$ 107,582,230	\$ 103,354,047	96.07%
2005	2006	\$ 112,246,319	\$ 107,905,865	96.13%
2006	2007	\$ 118,198,862	\$ 114,338,778	96.73%
2007	2008	\$ 128,846,365	\$ 121,305,025	94.15%
2008	2009	\$ 133,916,687	\$ 127,433,823	95.16%
2009	2010	\$ 142,023,772	\$ 136,492,306	96.11%
2010	2011	\$ 143,768,168	\$ 135,624,083	94.34%
2011	2012	\$ 144,891,497	\$ 133,308,242 (5)	92.01% (5)

ASSESSMENT YEAR	COLLECTION YEAR	DELINQUENT TAX COLLECTIONS (2) (3)	TOTAL TAX COLLECTED	PERCENT OF TOTAL TAX COLLECTED TO LEVY
2002	2003	\$ 2,683,480	\$ 98,186,582	98.62%
2003	2004	\$ 2,328,096	\$ 103,204,981	97.92%
2004	2005	\$ 2,125,466	\$ 105,479,513	98.05%
2005	2006	\$ 2,408,840	\$ 110,314,705	98.28%
2006	2007	\$ 2,705,282	\$ 117,044,060	99.02%
2007	2008	\$ 3,154,760	\$ 124,459,785	96.60%
2008	2009	\$ 3,736,413	\$ 131,170,236	97.95%
2009	2010	\$ 2,284,364	\$ 138,776,670	97.71%
2010	2011	\$ 3,808,854	\$ 139,432,937	96.98%
2011	2012	N/A (4)	N/A (4)	N/A (4)

(1) Source: Sedgwick County Treasurer.

(2) Source: District Tax Year Report.

(3) All delinquent taxes collected in a year are applied to the previous year, as they are assumed to be predominantly related to that year.

(4) Information is not applicable, as all delinquent amounts collected during the year were for taxes assessed in previous years. No current year taxes are yet delinquent.

(5) Includes only the taxes collected during the period of January 1 through the District's June 30 fiscal year-end.

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT
For the Year Ended June 30, 2012**

<u>GOVERNMENT UNITS</u>	<u>AMOUNT OF DEBT OUTSTANDING (3)</u>	<u>PERCENTAGE APPLICABLE TO TAXPAYERS OF USD 259</u>	<u>TOTAL DIRECT AND OVERLAPPING DEBT</u>
Overlapping Debt:			
Sedgwick County	\$77,925,000	61.08% (1)	\$47,596,590
City of Wichita	465,154,499	72.04% (1)	335,097,301
City of Bel Aire	15,340,000	97.03% (1)	14,884,402
City of Eastborough	0	100.00% (1)	0
City of Kechi	5,440,000	79.30% (1)	4,313,920
City of Park City	24,655,000	77.13% (1)	19,016,402
Sub-total			<u>\$420,908,615</u>
Direct Debt:			
USD 259	469,796,083 (4)	70.71% (2)	<u>332,201,083</u>
Total Direct and Overlapping Debt			<u><u>\$753,109,698</u></u>

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of USD 259. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property owners of USD 259.

- (1) The percentage of overlapping debt applicable to taxpayers of USD 259 is estimated using assessed valuations. For Sedgwick County, since 100 percent of USD 259 lies within Sedgwick County, the District's total assessed valuation was divided by the County's assessed valuation to determine the percentage of the County's debt applicable to taxpayers of the District. For all other entities, the portion of each entity's assessed valuation that is related to property located within USD 259 boundaries was divided by the entity's total assessed valuation.
- (2) The State of Kansas is obligated to pay 30 percent of the principal and interest payments, exclusive of premiums and discounts, based on current legislation.
- (3) Source: Sedgwick County Clerk
- (4) Includes premiums and discounts.

**RATIO OF NET GENERAL BONDED DEBT OUTSTANDING
Last Ten Fiscal Years**

ASSESSMENT YEAR	FISCAL YEAR	POPULATION (1)	TOTAL DISTRICT ENROLLMENT (2)	TOTAL ESTIMATED ACTUAL VALUE	GENERAL OBLIGATION DEBT	GENERAL OBLIGATION DEBT AS PERCENTAGE OF PERSONAL INCOME
2002	02-03	346,664	48,962	\$ 12,630,106,569	\$ 264,345,000	2.72%
2003	03-04	354,617	49,065	\$ 13,549,014,748	\$ 252,705,000	2.36%
2004	04-05	353,823	48,818	\$ 14,013,486,743	\$ 311,260,000	3.94%
2005	05-06	354,865	48,865	\$ 14,576,881,342	\$ 300,585,000	3.69%
2006	06-07	357,698	48,770	\$ 15,336,753,086	\$ 289,120,000	3.56%
2007	07-08	361,016	48,705	\$ 16,125,531,303	\$ 276,855,000	3.07%
2008	08-09	356,564	49,146	\$ 16,860,190,386	\$ 452,040,000	5.31%
2009	09-10	359,306	50,042	\$ 16,857,044,692	\$ 570,600,000	6.28%
2010	10-11	383,142	50,033	\$ 15,635,085,749	\$ 514,270,000	5.75%
2011	11-12	384,439	50,103	\$ 15,671,444,537	\$ 458,650,000	5.14%

ASSESSMENT YEAR	FISCAL YEAR	DEBT SERVICE FUNDS AVAILABLE	NET BONDED DEBT	NET BONDED DEBT TO ESTIMATED ACTUAL VALUE	NET BONDED DEBT PER CAPITA	NET BONDED DEBT PER PUPIL
2002	02-03	\$ 9,823,416	\$ 254,521,584	2.02%	\$ 734	\$ 5,198
2003	03-04	\$ 17,124,778	\$ 235,580,222	1.74%	\$ 664	\$ 4,801
2004	04-05	\$ 17,632,788	\$ 293,627,212	2.10%	\$ 830	\$ 6,015
2005	05-06	\$ 17,008,732	\$ 283,576,268	1.95%	\$ 799	\$ 5,803
2006	06-07	\$ 17,141,033	\$ 271,978,967	1.77%	\$ 760	\$ 5,577
2007	07-08	\$ 17,740,086	\$ 259,114,914	1.61%	\$ 718	\$ 5,320
2008	08-09	\$ 22,024,806	\$ 430,015,194	2.55%	\$ 1,206	\$ 8,750
2009	09-10	\$ 23,372,779	\$ 547,227,221	3.25%	\$ 1,523	\$ 10,935
2010	10-11	\$ 20,876,849	\$ 493,393,151	3.16%	\$ 1,288	\$ 9,861
2011	11-12	\$ 22,492,365	\$ 436,157,635	2.78%	\$ 1,135	\$ 8,705

(1) Source: U.S. Census Bureau, 2011 American Community Survey 1-Year Estimate

(2) Source: USD 259 Student Records and Enrollment Services - 9/20 Official Enrollment Report

LEGAL DEBT MARGIN
Last Ten Fiscal Years Ended June 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Assessed Value (1)	\$2,032,720,346	\$2,171,116,119	\$2,232,140,522	\$2,314,710,733	\$2,428,891,164	\$2,541,139,105	\$2,647,930,183	\$2,626,823,265	\$2,630,077,764	\$2,627,697,250
Taxable Value of Motor Vehicles (1)	291,071,249	295,763,545	299,153,659	302,983,192	309,793,961	317,624,387	323,268,835	317,561,667	305,460,828	298,653,431
Total Assessed Valuation (2)	\$2,323,791,595	\$2,466,879,664	\$2,531,294,181	\$2,617,693,925	\$2,738,685,125	\$2,858,763,492	\$2,971,199,018	\$2,944,384,932	\$2,935,538,592	\$2,926,350,681
Bonded Debt Limit Percentage (3)	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%
Bonded Statutory Debt Limit	\$325,330,823	\$345,363,153	\$354,381,185	\$366,477,150	\$383,415,918	\$400,226,889	\$415,967,863	\$412,213,890	\$410,975,403	\$409,689,095
Plus: Additional Authority (4)	0	0	0	0	0	0	246,682,112	246,682,112	246,682,112	246,682,112
Legal Debt Limit	\$ 325,330,823	\$ 345,363,153	\$ 354,381,185	\$ 366,477,150	\$ 383,415,918	\$ 400,226,889	\$ 662,649,975	\$ 658,896,002	\$ 657,657,515	\$ 656,371,207
Amount of Outstanding Debt (5)	\$ 264,345,000	\$ 252,705,000	\$ 311,260,000	\$ 300,585,000	\$ 218,245,000	\$ 276,855,000	\$ 452,040,000	\$ 570,600,000	\$ 514,270,000	\$ 458,650,000
Less: Debt Not Applicable To the Limit (Crossover Advance Refunding)	0	0	70,875,000	70,875,000	70,875,000	70,875,000	70,875,000	70,875,000	37,790,000	0
Total Debt Applicable to the Limit	\$ 264,345,000	\$ 252,705,000	\$ 240,385,000	\$ 229,710,000	\$ 147,370,000	\$ 205,980,000	\$ 381,165,000	\$ 499,725,000	\$ 476,480,000	\$ 458,650,000
Legal Debt Margin	\$ 60,985,823	\$ 92,658,153	\$ 113,996,185	\$ 136,767,150	\$ 236,045,918	\$ 194,246,889	\$ 281,484,975	\$ 159,171,002	\$ 181,177,515	\$ 197,721,207
Total Debt Applicable To the Limit as a Percentage of Debt Limit	81.25%	73.17%	67.83%	62.68%	38.44%	51.47%	57.52%	75.84%	72.45%	69.88%

(1) Source: Sedgwick County Clerk as of December 31, 2011.

(2) Computed in accordance with K.S.A. 10-310.

(3) K.S.A. 72-6761.

(4) On September 9, 2008, the State Board of Education approved the additional \$246,682,112 to the legal debt limit of the District, as prescribed by K.S.A. 75-2318. This approval was needed in order for the District to hold an election for the issuance of bonds in the amount of \$370,000,000, which otherwise would have caused the School District's bonded indebtedness to exceed the general obligation bond debt limit.

(5) As of June 30, 2012.

**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT TO TOTAL CURRENT
GOVERNMENTAL EXPENDITURES**
Last Ten Fiscal Years

FISCAL YEAR	PRINCIPAL	INTEREST AND FISCAL CHARGES	TOTAL DEBT SERVICE (1)	TOTAL CURRENT GOVERNMENTAL EXPENDITURES	RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES
02-03	\$ 7,695,000	\$ 10,950,260	\$ 18,645,260	\$ 368,235,251	5.16%
03-04	\$ 11,640,000	\$ 12,251,938	\$ 23,891,938	\$ 380,697,123	6.19%
04-05	\$ 9,905,000	\$ 11,699,438	\$ 21,604,438	\$ 385,070,573	5.73%
05-06	\$ 10,675,000	\$ 13,956,286	\$ 24,631,286	\$ 427,160,079	5.77%
06-07	\$ 11,465,000	\$ 13,860,796	\$ 25,325,796	\$ 461,551,330	5.49%
07-08	\$ 12,264,999	\$ 13,211,519	\$ 25,476,518	\$ 502,103,024	5.07%
08-09	\$ 13,075,000	\$ 12,543,847	\$ 25,618,847	\$ 581,738,585	4.40%
09-10	\$ 13,955,000	\$ 21,802,132	\$ 35,757,132	\$ 595,798,321	6.00%
10-11	\$ 20,110,000	\$ 27,928,465	\$ 48,038,465	\$ 522,973,239	9.19%
11-12	\$ 17,830,000	\$ 23,386,402	\$ 41,216,402	\$ 512,448,293	8.04%

Source: USD 259 Audited Financial Statements

(1) Fund included: Debt Service

DEMOGRAPHIC STATISTICS
Last Ten Fiscal Years

CALENDAR YEAR	FISCAL YEAR	CITY OF WICHITA POPULATION (1)	WICHITA TOTAL PERSONAL INCOME	WICHITA PER CAPITA INCOME (1)	CITY OF WICHITA MEDIAN AGE (1)	USD 259 ENROLLMENT (3)
2002	02-03	346,664	\$ 9,706,592,000	\$ 28,000	33.7	48,962
2003	03-04	354,617	\$ 10,718,653,442	\$ 30,226	33.9	49,065
2004	04-05	353,823	\$ 7,902,990,528	\$ 22,336	34.0	48,818
2005	05-06	354,865	\$ 8,143,087,155	\$ 22,947	34.2	48,989
2006	06-07	357,698	\$ 8,131,906,332	\$ 22,734	34.8	48,818
2007	07-08	361,016	\$ 9,018,179,680	\$ 24,980	35.0	48,705
2008	08-09	356,564	\$ 8,509,756,424	\$ 23,866	34.5	49,146
2009	09-10	359,306	\$ 9,086,130,128	\$ 25,288	34.5	50,042
2010	10-11	383,142	\$ 8,942,151,138	\$ 23,339	33.9	50,033
2011	11-12	384,439	\$ 8,930,902,409	\$ 23,231	34.3	50,103

CALENDAR YEAR	FISCAL YEAR	WICHITA TAXABLE RETAIL SALES (4)	WICHITA ELECTRICITY CONSUMED IN KILOWATT HOURS (4)	WICHITA MID-CONTINENT AIRPORT ACTIVITY (4)		CITY OF WICHITA UNEMPLOYMENT RATE (2)
				AIR PASSENGERS INBOUND	AIR PASSENGERS OUTBOUND	
2002	02-03	\$ 6,844,651,870	5,843,666,000	666,437	670,833	7.0%
2003	03-04	\$ 6,529,805,447	5,829,362,000	712,020	717,741	7.9%
2004	04-05	\$ 6,866,031,289	5,875,549,000	749,333	749,416	6.8%
2005	05-06	\$ 6,176,332,549	6,161,594,000	744,227	742,363	6.1%
2006	06-07	\$ 7,361,051,852	6,149,132,000	733,712	726,619	5.1%
2007	07-08	\$ 7,621,333,028	6,243,092,000	800,694	795,535	4.6%
2008	08-09	\$ 8,557,246,952	6,120,668,000	813,789	805,286	5.4%
2009	09-10	\$ 8,089,220,445	5,735,691,000	759,324	746,283	7.6%
2010	10-11	\$ 8,069,669,284	6,171,034,000	776,787	772,608	8.5%
2011	11-12	\$ 8,415,289,907	6,170,258,000	769,874	762,707	8.1%

(1) Source: U.S. Census Bureau, 2011 American Community Survey 1-Year Estimate

(2) Source: Kansas Department of Labor website

(3) Source: USD 259 Student Records and Enrollment Services - 9/20 Official Enrollment Report

(4) Source: Wichita State University Center for Economic Development & Business Research, figures for the Wichita Metropolitan Statistical Area

Statistical Section

PRINCIPAL EMPLOYERS Current Year and Nine Years Ago For the Year Ended December 31

<u>Employer</u>	2002			2011 ⁽²⁾		
	Full-Time Civilian Employees	Rank	Percentage of Total Wichita MSA Employment (1)	Full-Time Civilian Employees	Rank	Percentage of Total Wichita MSA Employment (1)
Spirit AeroSystems, Inc.	(4) -	-	-	10,500	1	3.59%
Via Christi Health System	3,415	7	1.26%	8,136	2	2.78%
Unified School District #259	5,011	5	1.85%	5,315	3	1.82%
Hawker Beechcraft	(3) -	-	-	5,000	4	1.71%
Cessna Aircraft Company	11,400	2	4.20%	4,695	5	1.60%
State of Kansas	5,007	6	1.84%	3,893	6	1.33%
City of Wichita	2,818	9	1.04%	2,924	7	1.00%
Sedgwick County	2,718	10	1.00%	2,796	8	0.96%
United States Government	5,542	4	2.04%	2,752	9	0.94%
Bombardier Aerospace Learjet, Inc.	3,152	8	1.16%	2,700	10	0.92%
Boeing Company	(4) 13,650	1	5.03%	-	-	-
Raytheon Aircraft Corporation	(3) 8,100	3	2.98%	-	-	-
Totals	60,813		22.40%	48,711		16.65%

Source: Sedgwick County Comprehensive Annual Financial Report

Note: MSA - Metropolitan Statistical Area

(1) Includes Sedgwick, Butler, Harvey and Sumner counties for 2011. Data for 2002 includes Sedgwick, Butler and Harvey counties.

(2) Data for 2012 is not available until December.

(3) Hawker Beechcraft formerly owned by Raytheon Aircraft Corporation.

(4) Spirit AeroSystems, Inc. formerly owned by Boeing.

MISCELLANEOUS STATISTICS
Ten-Year Comparison

Date established as Unified School District 259 Geographical Area Form of Organization Accreditation	July 1, 1965 152 square miles 7-member board Kansas State Department of Education										
STUDENT DATA											
Elementary school enrollment		23,627	23,754	23,921	24,047	24,271	24,348	24,926	25,290	25,355	25,476
Middle school enrollment		10,297	10,340	10,243	10,198	9,921	9,730	9,588	9,844	9,951	10,181
High school enrollment		12,620	12,697	12,686	12,823	12,763	12,766	12,771	12,627	12,493	12,330
Alternative and special school enrollment		2,418	2,274	1,968	1,797	1,815	1,861	1,797	2,281	2,234	2,116
Average daily attendance		92.3%	92.7%	93.2%	94.3%	93.8%	94.0%	94.3%	93.9%	94.3%	94.5%
Composite ACT scores		20.6	20.6	20.4	20.3	26.6	20.7	20.4	19.8	19.8	19.7
Wichita Area Technical College enrollment (1)		14,082	12,409	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
STUDENT/TEACHER RATIOS											
Elementary school		23.0	21.4	21.5	21.3	21.6	21.0	21.0	20.8	20.6	20.4
Middle school		18.1	19.6	19.3	19.2	18.2	13.1	13.1	13.3	13.4	14.9
High school		21.5	24.3	21.9	23.7	22.3	21.8	21.7	21.5	15.2	17.4
RACIAL AND ETHNIC PERCENTAGES OF STUDENTS											
African-American		23.6%	23.0%	22.4%	21.5%	20.9%	20.1%	19.9%	19.5%	19.2%	18.6%
Asian		5.5%	5.2%	5.1%	5.1%	5.1%	5.0%	5.3%	4.9%	4.8%	4.7%
Hispanic		18.4%	19.1%	20.1%	21.1%	22.3%	22.2%	23.8%	28.1%	29.6%	31.1%
Native American-Indian		2.7%	2.6%	2.6%	2.6%	2.7%	2.6%	2.5%	1.7%	1.6%	1.4%
Native Hawaiian		-	-	-	-	-	-	-	0.2%	0.1%	0.2%
Multi Racial		-	2.6%	4.5%	4.4%	7.6%	9.8%	10.2%	7.5%	8.0%	8.2%
White or other		49.8%	47.5%	45.3%	45.3%	41.4%	40.3%	38.3%	38.1%	36.7%	35.8%
MALE/FEMALE PERCENTAGES OF STUDENTS											
Male		51.0%	51.1%	51.1%	50.9%	50.8%	53.0%	51.0%	51.1%	51.2%	51.3%
Female		49.0%	48.9%	48.9%	49.1%	49.2%	47.0%	49.0%	48.9%	48.8%	48.7%
EMPLOYEES											
Instruction (5)		4,672	4,751	4,885	5,124	5,354	5,545	5,619	5,652	5,680	5,511
Instructional Support (5)		115	105	100	104	111	127	128	117	84	60
Operations		872	854	877	922	928	918	924	910	899	891
Other Commitments/Capital Projects		83	83	83	87	87	87	90	95	95	95
Leadership		17	18	16	18	18	22	23	23	17	18
LATCHKEY CENTERS (2) (3)		35	34	39	39	43	43	44	45	45	46
CHILD DEVELOPMENT CENTERS (4)		10	10	10	10	10	10	10	10	9	9

(1) The Wichita Area Technical College is no longer a part of USD 259. Information obtained from the Board of Regents website.

(2) Also known as School Age Program Centers.

(3) Latchkey centers are run by USD 259. Information provided by Wichita Public Schools.

(4) Metro Midtown Child Development Center closed at the end of 2009-10.

(5) Decreases in 2010-11 and 2011-12 are primarily due to cuts in state and federal aid.

OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

Function/Program	2002-03	2003-04	2004-05	2005-06	2006-07	2007-08	2008-09	2009-10	2010-11	2011-12
Instruction										
District-Wide Enrollment	48,982	49,065	48,818	48,865	48,770	48,705	49,146	50,042	50,033	50,103
Enrollment Percentage Change from Base Year (3)	105.1%	105.3%	104.8%	104.9%	104.7%	104.6%	105.5%	107.4%	107.4%	107.6%
Bilingual Enrollment	4,903	5,111	5,342	5,448	5,573	6,079	6,574	7,309	7,850	8,181
Special Education Enrollment	8,493	8,594	8,687	8,571	8,251	7,853	7,679	7,706	7,812	7,915
At-Risk Enrollment	23,426	25,485	26,247	26,706	26,398	26,654	27,464	30,416	31,668	32,721
Days School in Session	N/A	173	170	173	172	171	173	171	167	173
Student Attendance Percentage (1)	92.7%	92.8%	93.2%	94.3%	93.9%	94.0%	94.3%	93.9%	94.2%	94.5%
Student and Instructional Support										
Percentage of Seniors Graduating (1) (2)	71.1%	68.7%	74.7%	77.6%	76.4%	79.3%	80.1%	63.1%	66.2%	74.1%
Administration										
Number of Student Suspensions	11,285	11,290	10,941	12,434	13,109	12,827	13,697	13,220	12,773	11,391
Number of Student Expulsions	245	130	106	429	69	139	191	141	138	92
Operations and Maintenance										
Number of Work Orders Completed	27,984	30,162	31,169	32,153	34,416	32,172	31,068	29,655	30,878	29,353
Transportation										
Number of Students Transported (1)	18,605	18,139	17,258	20,973	19,559	19,827	19,315	19,175	18,732	18,621
Nutrition Services										
Breakfasts Served	1,634,237	1,477,835	1,490,470	1,525,797	1,475,302	1,516,643	1,569,190	1,565,019	1,645,664	1,827,516
Lunches Served	4,588,623	4,771,525	4,832,445	4,999,513	4,993,009	5,029,026	5,264,881	5,339,748	5,336,254	5,575,561

N/A = Not Available

(1) Source: Kansas Department of Education

(2) Graduation data prior to 2008-09 used the National Center for Education Statistics (NCES) formula. 2008-09 graduation data used the No Child Left Behind (NCLB) formula.

2009-10 graduation data and thereafter uses the Four-Year and Five-Year Adjusted Cohort formulas which are significantly different than the NCES and NCLB formulas. Therefore, no comparisons can be made between graduation data from 2009 and earlier and graduation data from 2010 and beyond.

(3) The base year is 1995-96 enrollment of 46,579. This is the point of the lowest enrollment during the prior 20-year period.

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2002-03</u>	<u>2003-04</u>	<u>2004-05</u>	<u>2005-06</u>	<u>2006-07</u>	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>
Instruction										
Elementary Schools (5)	58	57	57	56	56	56	56	56	56	56
K-8 Schools (7)	1	1	1	1	1	1	2	2	2	2
Middle Schools (2)	15	16	16	16	16	16	17	17	17	16
High Schools (3)	11	11	11	11	11	11	11	11	10	10
Alternative and Special Schools (6)	15	15	16	16	16	16	16	16	16	13
Student and Instructional Support										
Number of Computer Servers	258	261	281	287	302	321	412	417	438	452
Number of Microwave Towers	49	49	49	48	48	46	45	45	45	46
Number of Computers	14,199	14,205	16,423	19,031	21,148	23,628	25,996	28,145	27,053	31,750
Administration										
Non-School Buildings (4)	12	12	13	15	15	12	12	12	12	11
Acres of Unimproved Land (1)	0	0	0	0	80	80	82	82	349	82
Operations and Maintenance										
Number of Operational Vehicles Maintained	N/A	N/A	232	245	244	230	230	245	249	258
Number of Heavy Equipment Maintained	N/A	N/A	97	99	106	106	106	106	114	114
Nutrition Services										
Number of Nutrition Services Vehicles Maintained	N/A	N/A	24	24	24	24	24	23	23	26

N/A = Not Available

Indicators are not available for the Transportation program, since the District contracts out student bussing and therefore does not own the assets.

- (1) Land was purchased in 2006-07 and in 2008-09 for the purpose of constructing two new schools. In 2010-11, 267 acres of unimproved land were purchased for three additional new schools, as well as additions and improvements to existing buildings. The decrease in 2011-12 is due to completion of many of these projects.
- (2) Stucky opened in 2003-04. Blackbear Bosin Academy closed in 2011-12.
- (3) Metro Midtown closed at the end of 2009-10.
- (4) Kellogg, South Hillside, and Funston properties were sold during FY08. Carter property was sold in 2011-12.
- (5) Kellogg closed in 2003-04. Funston closed and Jackson opened in 2004-05. Harris Magnet closed in 2005-06.
- (6) Leases were not renewed for three sites in 2011-12.
- (7) Gordon Parks Academy opened in 2008-09.

TEACHER SALARY SCHEDULE
2011-2012

Initial Placement	Step	BA Degree	BA+ 10 Gr. Hours	BA+ 20 Gr. Hours	BA+ 30 Gr. Hours	MA+ Degree	MA+ 10 Gr. Hours	MA+ 20 Gr. Hours	MA+ 30 Gr. Hours	Ed. Sp. or MA+ 40 Gr. Hours	Ed. Sp.+ 10 or MA+ 50 Gr. Hours	Ed. Sp.+ 20 or MA+ 60 Gr. Hours	Earned Doctorate
0	2	\$ 37,998	\$ 38,517	\$ 39,036	\$ 39,555	\$ 40,367	\$ 40,886	\$ 41,405	\$ 41,924	\$ 42,443	\$ 42,962	\$ 43,480	\$ 43,999
1	3	\$ 38,911	\$ 39,430	\$ 39,949	\$ 40,468	\$ 41,573	\$ 42,092	\$ 42,611	\$ 43,130	\$ 43,649	\$ 44,168	\$ 44,686	\$ 45,205
2	4	\$ 39,824	\$ 40,343	\$ 40,862	\$ 41,381	\$ 42,779	\$ 43,298	\$ 43,817	\$ 44,336	\$ 44,855	\$ 45,374	\$ 45,892	\$ 46,411
3	5	\$ 40,737	\$ 41,256	\$ 41,775	\$ 42,294	\$ 43,985	\$ 44,504	\$ 45,023	\$ 45,542	\$ 46,061	\$ 46,580	\$ 47,098	\$ 47,617
4	6	\$ 41,650	\$ 42,169	\$ 42,688	\$ 43,207	\$ 45,191	\$ 45,710	\$ 46,229	\$ 46,748	\$ 47,267	\$ 47,786	\$ 48,304	\$ 48,823
5	7	\$ 42,563	\$ 43,082	\$ 43,601	\$ 44,120	\$ 46,397	\$ 46,916	\$ 47,435	\$ 47,954	\$ 48,473	\$ 48,992	\$ 49,510	\$ 50,029
6	8	\$ 43,476	\$ 43,995	\$ 44,514	\$ 45,033	\$ 47,603	\$ 48,122	\$ 48,641	\$ 49,160	\$ 49,679	\$ 50,198	\$ 50,716	\$ 51,235
7	9	\$ 44,390	\$ 44,908	\$ 45,427	\$ 45,946	\$ 48,809	\$ 49,328	\$ 49,847	\$ 50,366	\$ 50,885	\$ 51,404	\$ 51,922	\$ 52,441
8	10	\$ 45,821	\$ 46,340	\$ 46,859	\$ 47,378	\$ 50,015	\$ 50,534	\$ 51,053	\$ 51,572	\$ 52,091	\$ 52,610	\$ 53,128	\$ 53,647
9	11		\$ 47,253	\$ 47,772	\$ 48,291	\$ 51,221	\$ 51,740	\$ 52,259	\$ 52,778	\$ 53,297	\$ 53,816	\$ 54,334	\$ 54,853
10	12			\$ 48,685	\$ 49,204	\$ 52,427	\$ 52,946	\$ 53,465	\$ 53,984	\$ 54,503	\$ 55,022	\$ 55,540	\$ 56,059
11	13				\$ 53,633	\$ 54,152	\$ 54,671	\$ 55,190	\$ 55,709	\$ 56,228	\$ 56,746	\$ 57,265	
12	14						\$ 55,877	\$ 56,396	\$ 56,915	\$ 57,434	\$ 57,952	\$ 58,471	
13+	15								\$ 58,121	\$ 58,640	\$ 59,158	\$ 59,677	

Source: Agreement between Board of Education, Unified School District No. 259, Sedgwick County, State of Kansas and United Teachers of Wichita

A fractional part of a year's service shall be paid on the basis that the number of contract days worked bears to the total number of contract days in the contract year.

The base contract salary shall be prorated for any teacher who teaches less than full time.

The salary schedule has not changed from that of 2008-2009.

Statistical Section

SUPPLEMENTAL SALARY SCHEDULE 2011-2012

Supplemental	2011-12 Annual Amount	Supplemental	2011-12 Annual Amount	Supplemental	2011-12 Annual Amount
Level A		Level B		Level C	
Untitled Level A	\$ 1,330	Untitled Level B	\$ 2,090	Untitled Level - C	\$ 2,850
All City Music Leader	\$ 1,330	Acad Core Team Ldr 3-4 - Midd	\$ 2,090	Acad Core Tm Ldr 5 & above Mid	\$ 2,850
Area Music Leader - Elementary	\$ 1,330	Academy Leader	\$ 2,090	Academic Bowl Sponsor - High	\$ 2,850
Asst Band	\$ 1,330	Athletic Coordinator - Middle	\$ 2,090	AVID District Coordinator	\$ 2,850
Before School Supervisor	\$ 1,330	AVID Site Coordinator	\$ 2,090	Cheerleader Head Sponsor High	\$ 2,850
Class Head Sponsor - High	\$ 1,330	AYP LA/Math Contact	\$ 2,090	Detention Rm Monitor-Mid or Hi	\$ 2,850
Elementary Chair 4 or more	\$ 1,330	Bus Monitor	\$ 2,090	Forensic Coach - High	\$ 2,850
Exploratory Team Leader - Midd	\$ 1,330	Drama Production Middle	\$ 2,090	Intensive Support Team	\$ 2,850
Extended School Year Team	\$ 1,330	Hallway Supervision Lunch	\$ 2,090	Newspaper Head Sponsor - High	\$ 2,850
EC Event/Club Sponsor - A	\$ 1,330	Instrumental Music Leader Midd	\$ 2,090	Peer Consultant - Gov Bd Membr	\$ 2,850
Flag Team/Color Guard Supervisor	\$ 1,330	Intervention Tutor - B	\$ 2,090	Pom Pon Head Sponsor - High	\$ 2,850
Future Educators Club Sponsor	\$ 1,330	Intramural Activity - High	\$ 2,090	School to Work Academy Leader - High	\$ 2,850
Grade Level Lead	\$ 1,330	Leadership Sponsor - JROTC Middle	\$ 2,090	Social Worker Ldr 3 & above	\$ 2,850
Honor Society Sponsor	\$ 1,330	Yearbook Head Sponsor-Middle	\$ 2,090	Student Council Hd Spons High	\$ 2,850
Intervention Tutor - A	\$ 1,330	National Academic League Sponsor	\$ 2,090	Teacher In Charge	\$ 2,850
Lead Teachers - Secondary	\$ 1,330	Pep Club Sponsor - High	\$ 2,090	PEP Grant Physical Activity Secondary	\$ 2,850
Intramural Activity - Middle	\$ 1,330	Safety Patrol Sponsor - Elem	\$ 2,090		
School Improvement Team	\$ 1,330	School Improvement Leader	\$ 2,090		
Science Olympiad Coach	\$ 1,330	Student Council Sponsor - Midd	\$ 2,090		
Shared Inquiry Coach	\$ 1,330	Vocal Music Leader - Middle	\$ 2,090		
Spirit Club Sponsor - Middle	\$ 1,330	EC School Wide Publications/Website Editor - B	\$ 2,090		
EC School Wide Publications/Website Editor - A	\$ 1,330	EC Event/Club Sponsor - B	\$ 2,090		
Family Engagement Contact	\$ 1,330				
Circle of Friends Program	\$ 1,330				
Vertical Team Leader	\$ 1,330				
Career/Technical Support Org	\$ 1,330				
Level D		Level E		Level F	
Untitled Level - D	\$ 3,610	Untitled Level - E	\$ 4,370	Untitled Level - F	\$ 5,130
Activity Bus Monitor	\$ 3,610	Department Chair 3-6 - High	\$ 4,370	After School Program Supervisor	\$ 5,130
Debate Coach - High	\$ 3,610	Head Counselor - High	\$ 4,370	Elementary Truancy Specialist	\$ 5,130
Drama Activities Leader - High	\$ 3,610	Head Library Media Spec - High	\$ 4,370	Instrumental Music Leader High	\$ 5,130
Site Technology Specialist - D	\$ 3,610	In-Service Presenter	\$ 4,370	Junior Reserve Officer - Commissioned - High	\$ 5,130
Yearbook Sponsor - High	\$ 3,610	Lunchroom Monitor	\$ 4,370		
		Site Technology Specialist - E	\$ 4,370		
		Ticket Specialist - High	\$ 4,370		
		Vocal Music Leader - High	\$ 4,370		
Level G		Level H		Level I	
Untitled Level - G	\$ 5,890	Untitled Level - H	\$ 6,650	Untitled Level - I	\$ 7,410
Department Chair 7-8 - High	\$ 5,890			Department Chair 9-17 - High	\$ 7,410
Junior Reserve Officer - Non-Commissioned - High	\$ 5,890			District Curriculum Designer	\$ 7,410
Strategic Intervention Trainer	\$ 5,890				
Level J		Level J cont.		Level J cont.	
Untitled Level - J	\$ 8,170	Head Volleyball - High	\$ 3,478	Asst Softball - High	\$ 2,219
Dept Chair 18 & above - High	\$ 8,170	Head Wrestling - High	\$ 4,561	Asst Swimming - High	\$ 2,323
Peer Consultant - Teacher	\$ 8,170	Head Bowling - High	\$ 2,311	Asst Tennis - High	\$ 1,582
Head Baseball - High	\$ 3,698	MS Head Basketball	\$ 3,145	Asst Track - High	\$ 2,928
Head Basketball - High	\$ 6,315	MS Head Track	\$ 2,767	Asst Volleyball - High	\$ 2,087
Head Cross Country - High	\$ 2,952	MS Head Volleyball	\$ 2,262	Asst Wrestling - High	\$ 2,737
Head Football - High	\$ 6,315	MS Head Cross Country	\$ 1,587	Asst Bowling - High	\$ 1,386
Head Golf - High	\$ 2,548	Asst Baseball - High	\$ 2,219	MS Asst Basketball	\$ 1,887
Head Gymnastics - High	\$ 4,105	Asst Basketball - High	\$ 3,789	MS Asst Track	\$ 1,660
Head Soccer - High	\$ 3,698	Asst Cross Country - High	\$ 1,771	MS Asst Volleyball	\$ 1,357
Head Softball - High	\$ 3,698	Asst Football - High	\$ 3,789	MS Asst Cross Country	\$ 952
Head Swimming - High	\$ 3,871	Asst Golf - High	\$ 1,529	Athletic Coordinator	\$ 8,892
Head Tennis - High	\$ 2,636	Asst Gymnastics - High	\$ 2,463		
Head Track - High	\$ 4,880	Asst Soccer - High	\$ 2,219		

Source: Agreement between Board of Education, Unified School District No. 259, Sedgwick County State of Kansas and United Teachers of Wichita

The term "supplemental salary" shall refer to payment for the assigned, accepted, and performed services under a supplemental contract as set forth on this page.

The Supplemental Salary Schedule has not changed from that of 2008-2009.

Statistical Section

DISTRICT FEEDER PROGRAM

The District schools are organized into units called high school feeder patterns. Students move from the elementary school to middle school and on to the high school located in their neighborhoods.

<u>East High School Feeder Pattern</u> Number of students in the feeder pattern: 7,730 Number of buildings in the feeder pattern: 11 Average school building age: 53 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> East High School 2,308 Jardine Middle School 351 Mead Middle School 520 Robinson Middle School 800 Anderson Elementary School 557 College Hill Elementary School 374 Colvin Elementary School 885 Griffith Elementary School 537 Hyde Elementary School 300 Linwood Elementary School 524 Washington Elementary School 574	<u>Heights High School Feeder Pattern</u> Number of students in the feeder pattern: 6,823 Number of buildings in the feeder pattern: 13 Average school building age: 38 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Heights High School 1,549 Brooks Middle School 607 Gordon Parks Middle School 119 Stucky Middle School 738 Buckner Elementary School 366 Chisholm Trail Elementary School 524 Earhart Elementary School 430 Gammon Elementary School 512 Gordon Parks Elementary School 239 Jackson Elementary School 439 L'Ouverture Elementary School 338 Mueller Elementary School 512 Spaght Elementary School 450	<u>North High School Feeder Pattern</u> Number of students in the feeder pattern: 8,279 Number of buildings in the feeder pattern: 15 Average school building age: 64 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> North High School 1,975 Hadley Middle School 921 Horace Mann Middle School 172 Marshall Middle School 489 Pleasant Valley Middle School 601 Bryant Elementary School 401 Cloud Elementary School 863 Horace Mann Elementary School 417 Irving Elementary School 502 McLean Elementary School 291 OK Elementary School 241 Park Elementary School 462 Pleasant Valley Elementary School 447 Riverside Elementary School 256 Woodland Elementary School 241
<u>Northeast High School Feeder Pattern</u> Number of students in the feeder pattern: 2,645 Number of buildings in the feeder pattern: 8 Average school building age: 63 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Northeast Magnet High School 567 Allison Middle School 525 Black Elementary School 289 Bostic Elementary School 293 Cleaveland Elementary School 300 Emerson Elementary School 219 Isely Elementary School 247 Lewis Elementary School 205	<u>Northwest High School Feeder Pattern</u> Number of students in the feeder pattern: 4,295 Number of buildings in the feeder pattern: 6 Average school building age: 55 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Northwest High School 1,440 Wilbur Middle School 981 Benton Elementary School 382 Kensler Elementary School 600 McCollom Elementary School 448 Peterson Elementary School 444	<u>South High School Feeder Pattern</u> Number of students in the feeder pattern: 5,052 Number of buildings in the feeder pattern: 7 Average school building age: 48 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> South High School 1,395 Truesdell Middle School 878 Cessna Elementary School 451 Enterprise Elementary School 462 Kelly Elementary School 519 White Elementary School 608 Woodman Elementary School 739
<u>Southeast High School Feeder Pattern</u> Number of students in the feeder pattern: 7,447 Number of buildings in the feeder pattern: 13 Average school building age: 51 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Southeast High School 1,558 Blackbear Bosin Academy 0 Coleman Middle School 690 Curtis Middle School 672 Adams Elementary School 389 Allen Elementary School 548 Beech Elementary School 517 Caldwell Elementary School 466 Clark Elementary School 371 Jefferson Elementary School 425 Minneha Elementary School 739 Price-Harris Elementary School 447 Seltzer Elementary School 625	<u>West High School Feeder Pattern</u> Number of students in the feeder pattern: 5,459 Number of buildings in the feeder pattern: 11 Average school building age: 68 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> West High School 1,281 Hamilton Middle School 502 Mayberry Middle School 615 Dodge Elementary School 480 Franklin Elementary School 345 Gardiner Elementary School 454 Harry Street Elementary School 342 Lawrence Elementary School 438 Lincoln Elementary School 319 Payne Elementary School 302 Stanley Elementary School 381	<u>Alternative and Special Schools</u> Number of students in the feeder pattern: 1,626 Number of buildings in the feeder pattern: 2 Average school building age: 88 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Metro-Boulevard Alternative High School 122 Metro-Meridian Alternative High School 135 Learning Centers/Other Sites 1,369
<u>Special Education Schools</u> Number of students in the feeder pattern: 309 Number of buildings in the feeder pattern: 5 Average school building age: 45 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Chisholm Life Skills Center 89 Greiffenstein Special Education Center 32 Levy Special Education Center 78 Sowers Special Education Center 83 Wells Special Education Center 27	<u>Early Childhood Education Schools</u> Number of students in the feeder pattern: 438 Number of buildings in the feeder pattern: 2 Average school building age: 51 years 11-12 <div style="text-align: right;"><u>Enrollment</u></div> Dunbar Early Childhood Center (counted under Little) 438 Little Early Childhood Center 438	<u>Other District Buildings</u> Number of buildings: 4 Average building age: 46 years Alvin E. Morris Administrative Center Joyce Focht Instructional Support Center Management Information Systems Center School Service Center

11-12 Student Enrollment Total: 50,103

Note: Information provided by Wichita Public Schools
Student Records and Enrollment Services.

