

Salina Unified School District Number 305

FINANCIAL STATEMENT  
AND  
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

June 30, 2012

Salina Unified School District Number 305

FINANCIAL STATEMENT  
For the Year Ended June 30, 2012

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Salina Unified School District Number 305

FINANCIAL STATEMENT  
For the Year Ended June 30, 2012

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**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

Board of Education  
Salina Unified School District Number 305  
Salina, Kansas

We have audited the summary statement of cash receipts, expenditures, and unencumbered cash balances of Salina Unified School District Number 305, 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. This financial statement is the responsibility of the management of Salina Unified School District Number 305. Our responsibility is to express an opinion 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 statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

The financial statements do not include financial data for the District's legally separate component unit. Accounting principles generally accepted in the United States of America require the financial data for component units to be reported with the financial data of the District's primary government unless the District also issues financial statements for the financial reporting entity that include the financial data for its component unit. The District has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the assets, liabilities, receipts and expenditures of the discretely presented component unit which should have reported are as follows: \$1,451,736 \$963, \$172,295 and \$157,822 respectively

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

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Salina Unified School District Number 305, as of June 30, 2012 or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

In our opinion, the financial statements referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Salina Unified School District Number 305, as of June 30, 2012, and the aggregate cash receipts and expenditures, for the year then ended, on the basis of accounting described in Note I-B.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 14, 2012, on our consideration of District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures-actual and budget, individual fund schedules of cash receipts and expenditures-actual and budget, schedule of cash receipts and expenditures-agency funds and schedule of cash receipts expenditures and unencumbered cash (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statements. The accompanying Schedule of expenditures of Federal Awards is also presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget Circular A-133 Audits of States, Local governments and Non-profit Organizations* and is not required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United State of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole.

*Appl. & Assistant, Controller*

Emporia, Kansas  
August 14, 2012

**Salina Unified School District Number 305**

**SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
For the Year Ended June 30, 2012

	<b>Unencumbered Cash and Investment Balance (Deficit) June 30, 2011</b>	<b>Prior Year Cancelled Encumbrances</b>
<b>Governmental type funds</b>		
<b>General funds</b>		
General	\$ 0	\$ 0
Supplemental general	369,764	0
<b>Special revenue funds</b>		
Salina Adult Education Center	353,276	198
At-Risk (4 year old)	0	0
At-Risk (K-12)	1,000,035	0
Bilingual education	84,316	0
Capital outlay	10,350,668	11,500
Driver training	13,491	0
Food service	513,616	0
Professional development	256,021	3,093
Parent education program	51,534	0
Summer school	19,440	0
Special education	3,455,184	0
Vocational education	0	0
KPERS special retirement contribution fund	0	0
Central Kansas Cooperative In Education	4,587,626	0
Contingency reserve	4,702,984	0
Textbook rental	764,699	281
Health insurance	12,810,904	0
Retirement plan	1,174,248	0
Federal Grants	(485,472)	730
State and local grants	329,224	3
District activity funds	355,542	0
<b>Debt service fund</b>		
Bond and interest	<u>5,797,619</u>	<u>0</u>
 Total primary government (excluding agency funds)	 <u>\$ 46,504,719</u>	 <u>\$ 15,805</u>

**Composition of cash and investments**

**Cash on hand**

Central High	\$ 75
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**Demand deposits**

Sunflower Bank, N.A.	2,250
Simmons First Bank	2,576
UMB Bank	1,862,048

**Time deposits**

Sunflower Bank, N.A.	337,572
UMB Bank	32,146,608

The accompanying notes are an integral part of this statement.

**Statement 1**

<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Unencumbered Cash and Investment Balance (Deficit) June 30, 2012</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Cash and Investment Balance (Deficit) June 30, 2012</u>
\$ 43,027,055	\$ 43,027,055	\$ 0	\$ 285,312	\$ 285,312
14,843,231	14,409,417	803,578	95,279	898,857
442,146	477,667	317,953	1,746	319,699
188,126	188,126	0	0	0
6,800,720	6,800,720	1,000,035	0	1,000,035
806,720	891,036	0	0	0
4,556,109	5,665,997	9,252,280	3,047,087	12,299,367
18,573	17,406	14,658	0	14,658
3,850,009	3,845,339	518,286	1,240	519,526
359,833	362,926	256,021	1,843	257,864
126,032	126,032	51,534	0	51,534
15,820	10,879	24,381	0	24,381
9,599,416	9,384,683	3,669,917	0	3,669,917
811,534	811,534	0	0	0
6,072,956	6,072,956	0	0	0
20,944,055	21,514,524	4,017,157	45,417	4,062,574
0	508,734	4,194,250	0	4,194,250
242,195	517,023	490,152	36,243	526,395
8,490,291	9,783,422	11,517,773	919,831	12,437,604
1,111,122	965,569	1,319,801	0	1,319,801
8,871,335	8,956,113	(569,520)	257,787	(311,733)
368,072	390,812	306,484	1,261	307,745
493,243	440,055	408,730	0	408,730
7,384,293	7,575,351	5,606,561	0	5,606,561
<u>\$ 139,422,886</u>	<u>\$ 142,743,376</u>	<u>\$ 43,200,031</u>	<u>\$ 4,693,046</u>	<u>\$ 47,893,077</u>

**Composition of cash and investments - continued****Investments**

UMB Bank

Securities

\$ 13,757,405

Total cash and investments

48,108,534

Agency funds per Schedule 3

(215,457)

Total primary government (excluding agency funds)

\$ 47,893,077

# Salina Unified School District Number 305

## NOTES TO FINANCIAL STATEMENTS

June 30, 2012

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. Reporting Entity

Unified School District Number 305 is a municipal corporation governed by an elected seven-member board. These financial statements present the primary government financial statements and do not include all the entities for which the District is considered to be financially accountable, as required by generally accepted accounting principles. The primary government is a legal entity and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. The component unit of the District is the Salina Education Foundation. Per the *Kansas Municipal Audit Guide*, the financial data for the Salina Education Foundation is not included in these financial statements as it is unaudited at June 30, 2012.

#### B. Basis of Accounting

*Statutory Basis of Accounting.* The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and expenditure would be charged in the fund from which the transfer is made.

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

*Departure from Accounting Principles Generally Accepted in the United States of America.* The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings and equipment owned by the District are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes and compensated absences are not presented in the financial statements.

#### C. Fund Descriptions

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

The following types of funds comprise the financial activities of the District.

**General Funds** - to account for all unrestricted resources except those required to be accounted for in other funds.

**Special Revenue Funds** - to account for the proceeds of specific revenue sources (other than major capital projects) that are restricted by law or administrative action to expenditures for specific purposes.

**Salina Unified School District Number 305**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued**

**C. Fund Descriptions - continued**

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

**Capital Projects Fund** - to account for the proceeds of revenue sources that are restricted to expenditures for capital projects.

**Agency Funds** - to account for assets held as an agent for individuals, other governmental units, private organizations, and/or other funds.

**D. Assets and Liabilities**

**1. Cash and Investments**

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated monthly to designated funds. All investments are stated at cost.

**2. Compensated Absences**

The District's policy is to recognize the costs of compensated absences when actually paid. The District's policies regarding vacation pay permits full-time, 12-month, classified employees to earn vacation days based upon years of service. Depending on job classification, employees must use their vacation within 12 months or are allowed to carryover 15 days to be used in the following year. Classified employees are entitled to 12 days of sick leave per year that can be accumulated to a maximum of 120 days. Classified employees with fifteen or more years of service with the District shall receive compensation for days of unused accumulated leave at the rate of \$25 per day. This payment shall be made if the employee leaves the District as the result of retirement, death or termination of employment. All certified personnel are credited annually with 10 days of leave at full pay. The unused portion of leave may also be accumulated from year to year to a maximum of 120 days. Certified employees with fifteen or more years of service with the District shall receive compensation for days of unused accumulated leave upon resignation, retirement or death at a rate of \$10 per day. All administrators can accumulate a maximum of 140 days, which is compensated at a rate of \$10 per day. Certified personnel are credited with two days of discretionary leave annually. Certified personnel with 45 days of accumulated discretionary leave at the end of the school year will receive one additional discretionary leave day for the next school year.

**E. Receipts and Expenditures**

**1. Ad Valorem Tax Revenue**

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas are the responsibility of the various counties. The County Appraiser annually determines assessed valuation and the County Clerk spreads the annual assessment on the tax rolls. One-half of the property taxes are due December 20 and distributed to the District by January 20. The second half is due May 10 and distributed to the District by June 5. The District Treasurer draws other available funds from the County Treasurer at designated times throughout the year.

**2. Reimbursements**

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

# Salina Unified School District Number 305

## NOTES TO FINANCIAL STATEMENTS

June 30, 2012

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

#### E. Receipts and Expenditures - continued

#### 3. Comparative Prior Year Amounts

The 2011 actual amounts presented in the financial statements have been taken from the audit report for the year ended June 30, 2011 and are presented for comparative purposes only. Certain amounts presented in the prior year data may have been reclassified in order to be consistent with the current year's presentation.

### II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### A. Budgetary Information

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

- a) Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
- b) Publication in local newspaper of the proposed budget and notice of public hearing on the budget.
- c) Public hearing after publication of notice of hearing.
- d) Adoption of final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments during the current year.

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

**Adjustment to Comply with Legal Max** - Unified school districts should use this line item (for use in the budget column only) to adjust the certified budget to comply with the "Legal Max" budget. The State Board of Education calculates the "Legal Max" budget using enrollment figures. The district's budgeted expenditures are limited to the lower of the published budget or the "Legal Max" budget.

**Adjustment for Qualifying Budget Credits** - Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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

## **Salina Unified School District Number 305**

### **NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

#### **II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - continued**

##### **A. Budgetary Information - continued**

A legal operating budget is not required for capital project funds, agency funds and the following special revenue funds:

<b>Contingency Reserve</b>	<b>Retirement Plan</b>
<b>Textbook Rental</b>	<b>Federal Grants</b>
<b>Health Insurance</b>	<b>State and Local Grants</b>

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

##### **B. Legal Debt Margin**

The District is subject to the municipal finance laws of the State of Kansas which limits the net bonded debt (exclusive of revenue bonds and special assessment bonds) the District may have outstanding to 14% of the assessed value of all tangible taxable property within the District, as certified to the County Clerk on the preceding August 25. Additional authority may be granted by the Kansas State Board of Education. At June 30, 2012, the statutory limit for the District was \$59,725,825 and the District had a debt margin of \$16,525,825. The outstanding bond principal represents 10.13% of the District valuation.

##### **C. Compliance with Laws and Regulations**

References made herein to statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the legal representative of the District. Federal grants has a negative cash balance of \$311,733 which the District expects to be reimbursed for during the next fiscal year.

Management is not aware of any statutory violations for the period covered by this audit.

#### **III. DETAILED NOTES ON ALL FUNDS**

##### **A. Deposits and Investments**

###### **Deposits**

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

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

Custodial credit risk – deposits. Custodial credit risk is the risk in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not have any designated "peak periods" for the current year. All deposits were legally secured at June 30, 2012.

# Salina Unified School District Number 305

## NOTES TO FINANCIAL STATEMENTS

June 30, 2012

### IV. DETAILED NOTES ON ALL FUNDS - continued

#### A. Deposits and Investments - continued

##### Deposits - continued

At June 30, 2012, the District's carrying amount of deposits, including certificates of deposit and cash on hand but not investments, was \$33,901,054 and the bank balance was \$39,011,498. The difference between carrying amount and bank balance is outstanding checks and deposits. The majority of the bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$7,011,822 was covered by FDIC insurance and \$31,999,676 was collateralized with securities held by the pledging financial institutions' agent in the District's name.

##### Investments

**Policy** - Kansas statutes authorize the District to invest in U.S. Treasury bills and notes, repurchase agreements, and the State Municipal Investment Pool. All investments must be insured, registered, or held by the District or its agent in the District's name. Since the District's records are maintained on the modified cash basis, Statement 1 reports the investment balance at cost and any gain (loss) on investments is recognized at the point of sale. The District's reporting entity held the following investments at fair value; these values are based upon quoted market values as of June 30, 2012:

Investment Type	Fair Value	Investment Maturities		
		0 to 6 months	7 to 12 months	2 yrs
U.S. Government Agencies				
Federal Home Loan Bank	\$ 3,194,854	\$ 400,308	1,189,617	\$ 1,604,929
Federal Home Loan Mortgage Corp.	3,539,618	501,490	2,437,327	600,801
Federal National Mortgage Assn.	2,997,460	500,845	1,379,359	1,117,256
Federal Farm Credit	1,660,268	302,184	656,078	702,006
United States Treasury Notes	25,015	25,015	0	0
Freddie Mac	501,890	0	0	501,890
	11,919,105	1,729,842	5,662,381	4,526,882
UMB Scout Federal Fund MM	183,022	183,022	0	0
UMB Scout Federal Fund MM	1,553,823	1,553,823	0	0
Total Fair Value	13,655,950	3,466,687	5,662,381	4,526,882
Securities at cost	13,757,405	3,484,700	5,729,292	4,543,413
Unrealized gain (loss)	\$ (101,455)	\$ (18,013)	\$ (66,911)	\$ (16,531)

Realized gains and losses for the year ended June 30, 2012 amounted to a loss of \$36,236. This amount is included with the investment income for total net revenue of \$167,341.

**Credit Risk** - The District has no policy regarding limiting investments based upon nationally recognized statistical ratings. Investments in U.S. Government Agencies are rated AAA by Standard & Poor's.

**Interest Rate Risk** - Per Kansas statutes, maturities of investments shall not exceed two years. The District's investments are in compliance with this statute.

**Concentration Credit Risk** - The District places no limit on the amount the District may invest in any one issuer. GASB Statement 40 requires disclosure when the percent is 5% or more in any one issuer. The investments in Federal Home Loan Bank were 22%, the investments in Federal Home Loan Mortgage Corporation were 21%, the investments in Federal National Mortgage Association were 25%, the investments in Federal Farm Credit Bank were 13%, and the investments in United States Treasury Notes were 6%. Given the investment types have the highest possible rating; the additional concentration is not viewed to be an additional risk.

# Salina Unified School District Number 305

## NOTES TO FINANCIAL STATEMENTS

June 30, 2012

### III. DETAILED NOTES ON ALL FUNDS – continued

#### B. Operating Leases

The District conducts a portion of its operations utilizing operating leases for copiers and buildings. Lease terms expire at various times. Current year rental payments under operating leases were \$318,313. Minimum future rental payments under operating leases as of June 30, 2012 are as follows:

<u>June 30,</u>	<u>Equipment</u>	<u>Buildings</u>	<u>Vehicle</u>	<u>Total</u>
2013	273,720	41,197	7,555	322,472
2014	234,125	37,164	0	271,289
2015	207,748	0	0	207,748
	<u>\$ 715,593</u>	<u>\$ 78,361</u>	<u>\$ 7,555</u>	<u>\$ 801,509</u>

#### C. General Long-Term Debt

Long-term obligations consisted of the following during the year:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Date of Final Maturity</u>
General obligation bonds:				
Series 2001, School Refunding and Improvement	4.125% to 5.50%	06/01/2001	50,495,000	09/01/2018
Series 2003, School Refunding and Improvement	4.00% to 4.15%	09/01/2003	9,675,000	09/01/2017
Series 2004, School Refunding and Improvement	3.50% to 4.00%	01/15/2004	9,530,000	09/01/2018
Series 2005, School Refunding and Improvement	4.50% to 5.00%	01/01/2005	19,140,000	09/01/2016
Series 2011, School Refunding	1.68%	09/29/2011	7,225,000	09/01/2018
Series 2012, School Refunding	1.73%	03/01/2012	16,060,000	09/01/2018

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

	<u>Balance July 1, 2011</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance June 30, 2012</u>	<u>Interest Paid</u>
General obligation bonds:					
Series 2001, School Refunding and Improvement	\$ 12,970,000	\$ 0	\$ 12,970,000	\$ 0	\$ 845,656
Series 2003, School Refunding and Improvement	9,675,000	0	9,570,000	105,000	197,553
Series 2004, School Refunding and Improvement	9,530,000	0	5,415,000	4,115,000	187,023
Series 2005, School Refunding and Improvement	15,695,000	0	0	15,695,000	760,025
Series 2005, School Refunding	0	7,225,000	0	7,225,000	110,094
Series 2005, School Refunding	0	16,060,000	0	16,060,000	0
	<u>\$ 47,870,000</u>	<u>\$ 23,285,000</u>	<u>\$ 27,955,000</u>	<u>\$ 43,200,000</u>	<u>\$ 2,100,351</u>

**Salina Unified School District Number 305**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**III. DETAILED NOTES ON ALL FUNDS – continued**

**C. General Long-Term Debt - continued**

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

<u>Year</u>	<u>General Obligation</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2013	\$ 5,865,000	\$ 1,293,164	\$ 7,158,164
2014	5,965,000	1,030,315	6,995,315
2015	6,100,000	773,356	6,873,356
2016	6,165,000	532,884	6,697,884
2017	6,250,000	334,546	6,584,546
2018-2019	<u>12,855,000</u>	<u>263,938</u>	<u>13,118,938</u>
	<u>\$ 43,200,000</u>	<u>\$ 4,228,203</u>	<u>\$ 47,428,203</u>

During the year ended June 30, 2012, the District issued Series 2011 General Obligation Refunding Bonds in the principal amount of \$7,225,000. The proceeds of the Series 2011 Bonds were used to refinance a portion of the outstanding Series 2001 General Obligation Refunding Bonds. The Refunded Bonds were redeemed on November 1, 2011. The District issued the Series 2011 Bonds to take advantage of lower interest rates. The refinancing resulted in an actual debt service savings of \$1,001,164 which translates into a present value savings of \$959,082. The average interest rate on the 2001 Refunding Bonds was 5.298%. The average interest rate on the Series 2011 Bonds is 1.681%.

During the year ended June 30, 2012, the District also issued Series 2012 General Obligation Refunding Bonds in the amount of \$16,060,000. The proceeds of the Series 2012 Bonds were used to refinance a portion of the outstanding Series 2003 and 2004 General Obligation Refunding Bonds. The proceeds were placed in a trust to pay Series 2003 and 2004 as the amounts come due. The District issued the Series 2012 Bonds to take advantage of lower interest rates. The refinancing resulted in an actual debt service savings of \$836,142 which translates into a present value savings of \$801,398. The average interest rate on the Series 2003 and 2004 bonds was 4.00% and on the Series 2012 Bonds the rate is 1.73%.

The defeased debt of the District by Series is \$9,750,000 for the Series 2003 Bonds and \$5,415,000 for the Series 2004 Bonds.

**D. Other Long-Term Obligations**

Changes in long-term obligations, other than debt, for the year ended June 30, 2012, are as follows:

	<u>Balance July 1, 2011</u>	<u>Net Change</u>	<u>Balance June 30, 2012</u>
Compensated absences	\$ <u>639,715</u>	\$ <u>43,022</u>	\$ <u>682,737</u>

Compensated absences are paid by the fund from which the employee is normally paid.

## Salina Unified School District Number 305

### NOTES TO FINANCIAL STATEMENTS

June 30, 2012

#### IV. OTHER INFORMATION

##### A. Defined Benefit Pension Plan

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

*Funding Policy.* K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% for employees hired before July 1, 2009 and 6% for those hired after July 1, 2009 of covered salary. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes 9.77% of covered payroll. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for all Kansas public school employees for the years ending June 30, 2012, 2011, and 2010, were \$298,635,383, \$253,834,044, and \$248,468,186, respectively, equal to the required contributions for each year.

##### B. Defined Contribution Pension Plan

The District has established a defined contribution pension plan in accordance with the provisions of section 403(b) of the Internal Revenue Code. The District contributes \$1,000 per contract year for each full time, eligible participant into the participant's Employer Paid Account. Contributions are prorated for participants who work less than full time and/or are employed for less than a full contract year. Eligible employees include Certified Teachers and Administrators. Employer paid contributions are subject to a 15-year vesting schedule. Participants may voluntarily contribute, on a pre-tax basis, from their salary, to their Employee Paid Account. Costs of the plan were \$627,904 and \$626,131 for fiscal years ended June 30, 2012 and June 30, 2011, respectively.

##### C. Phase Out Option

Upon retirement, eligible teachers may choose to relinquish the portion of the vested amount in their Employer Paid Account (see above) equal to the amount that would have been in their account had they invested in the Moderate Investment track and thereby participate in the Phase Out Option plan. Eligibility for the Phase Out Option are teachers who:

- a) were employed as a full time teacher in a certified position by USD #305 during the 2001-02 contract year,
- b) have 15 years or more of full time employment as a teacher in a certified position with USD #305 (uninterrupted by any other employment) immediately prior to their retirement,
- c) will be less than the age for full Social Security retirement as of August 31 of the year they plan to retire,
- d) retire prior to the 2018-19 contract year,
- e) have a combined total of age plus credited years of service in KPERS that is equal to or greater than 85,  
or
- f) meets the requirements of a), b), c) and d) above and are not less than 60 years of age by August 31 the year they retire.

The Phase Out Option plan is an unfunded, contributory, defined benefit plan. Current year costs of the plan were \$337,665. Benefits expected to be paid for the next five fiscal years are as follows: \$330,400 for June 30, 2013, \$295,400 for June 30, 2014, \$327,600 for June 30, 2015, \$301,000 for June 30, 2016 and \$279,000 for June 30, 2017.

## **Salina Unified School District Number 305**

### **NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

#### **IV. OTHER INFORMATION – continued**

##### **D. Other Post Employment Benefits**

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

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

##### **E. Flexible Benefit Plan (I.R.C. Section 125)**

The Board adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All employees of the District who work 17.5 hours per week in a school year position or .45 FTE are eligible to participate in the Plan beginning the first of the month following 30 days of employment. Each participant may elect to reduce his or her salary by an elected amount per month, or have a specific amount deducted, to purchase benefits offered through the Plan. Currently, benefits offered through the Plan include insurance coverage, medical reimbursement, and dependent care reimbursement.

##### **F. Contingencies**

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

##### **G. Risk Management**

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the District carries commercial insurance. Insurance claims for the preceding three years have not exceeded insurance coverage.

During the year ended June 30, 2012, employees of the District were covered by the District's medical self-insurance plan (the "plan"). The plan was established October 1, 1998. The District's contribution is \$360 per month for a single policy and \$360 per month for a family policy per employee. All District employees, at their option, can authorize payroll withholdings to pay non-District provided contributions. Claims were paid by third party administrators acting on behalf of the District. The plan was documented by contractual agreement.

The administrative contract between the district and the third party administrators is renewable annually and stop-loss premiums are included in the contractual provisions. The District was protected against unanticipated catastrophic individual or aggregate loss by stop-loss coverage carried through Blue Cross and Blue Shield of Kansas, a commercial insurer licensed or eligible to do business in Kansas in accordance with the Kansas Insurance Code. Stop-loss coverage was in effect for individual claims exceeding \$75,000 and with aggregate stop loss insurance at 115% of annualized expected claims.

# Salina Unified School District Number 305

## NOTES TO FINANCIAL STATEMENTS June 30, 2012

### IV. OTHER INFORMATION - continued

#### G. Risk Management - continued

Liabilities include an amount for claims that have been incurred but not reported (IBNR's). Liabilities are reported when it is probable that claims have been incurred and the amount of liability can be reasonably estimated. Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

	Balance July 1, 2011	Claims	Less Payments	Balance June 30, 2012
Incurred but not reported claims	\$ 542,212	\$ 8,271,434	\$ (7,893,815)	\$ 919,831

#### H. Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General fund	Special education	K.S.A. 72-6428	\$ 6,891,960
General fund	At-Risk (K-12)	K.S.A. 72-6428	6,778,296
General fund	At-Risk (4 year old)	K.S.A. 72-6428	188,126
General fund	Capital Outlay	K.S.A. 72-6428	214,733
Supplemental general	Bilingual education	K.S.A. 72-6433	806,720
Supplemental general	Food service	K.S.A. 72-6433	255,000
Supplemental general	Professional development	K.S.A. 72-6433	359,713
Supplemental general	Parent education program	K.S.A. 72-6433	49,649
Supplemental general	Special education	K.S.A. 72-6433	2,701,498
Supplemental general	Vocational education	K.S.A. 72-6433	811,534
Contingency	General fund	K.S.A. 72-6428	508,734

#### I. Related Party Transactions

The Salina Education Foundation is a component unit of the District. The Foundation is a not-for-profit organization formed for the education purposes of funding programs, gifts, loans or other assistance for the benefit of the District and its students and employees. During year ended June 30, 2012, the District received funding from the Foundation in the amount of \$47,319. Additionally, the District disbursed \$7,172 to the Foundation.

#### J. Legal Contingency

On or about September 12, 1966, the United States transferred property at the former Schilling Air Force Base to U.S.D. 305. That property, where the Salina Area Technical College is now located, as well as much of the former Schilling Air Force Base, is now known to contain soil and groundwater contamination resulting from the use and disposal of chlorinated solvents during military operations at the former base from 1941 to 1965. Under federal law, the liability for cleanup of the contamination falls broadly on those causing the contamination as well as former and current owners of the contaminated property. Because it is a current owner of the contaminated property, USD 305 is considered potentially liable as a property owner. Though potentially liable, the District denies it contributed in any way to the contamination and believes it has significant defenses to liability.

**Salina Unified School District Number 305**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**IV. OTHER INFORMATION – continued**

**J. Legal Contingency - continued**

In 2007, the District joined with other potentially responsible public entities (as owners of property at the former Schilling Air Force Base transferred to them by the United States), i.e. the Salina Airport Authority, the City of Salina, Kansas and Kansas State University at Salina (all collectively the “public entities”) to initiate negotiations with the United States Government for the purpose of resolving the ultimate responsibility for the contamination cleanup at the former Schilling Base. Those negotiations have continued. However, on May 27, 2010, the public entities filed suit against the United States, among other reasons, to avoid a statute of limitations problem during continuing negotiations. It is unknown if the District ultimately will bear any financial responsibility for the clean up at the former Schilling Air Force base, but if so, it is expected to be an insignificant amount compared to the total clean up costs. However, an insignificant portion of the total costs would likely be material to the District.

**K. Subsequent events**

The District has evaluated subsequent events through August 14, 2012, the date the financial statements were available to be issued. No significant subsequent events were noted.

## **SUPPLEMENTAL INFORMATION**

**Salina Unified School District Number 305**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**(Budgeted Funds Only)**  
**For the Year Ended June 30, 2012**

	<u>Certified Budget</u>	<u>Adjustment to Comply with Legal Max *</u>
<b>Governmental type funds</b>		
<b>General funds</b>		
General	\$ 43,388,596	\$ (937,360)
Supplemental general	14,409,417	0
<b>Special revenue funds</b>		
Salina Adult Education Center	500,000	0
At-Risk (4 year old)	199,675	0
At-Risk (K-12)	7,354,187	0
Bilingual education	930,000	0
Capital outlay	9,516,009	0
Driver training	30,663	0
Food service	4,025,101	0
Professional development	413,562	0
Parent education	140,817	0
Summer school	31,600	0
Special education	9,733,488	0
Vocational education	1,006,960	0
KPERs Special retirement contribution fund	6,438,994	0
Cooperative Special Education	21,980,170	0
<b>Debt service fund</b>		
Bond and interest	7,664,282	0

\* See definitions at Note II-A

**Schedule 1**

<u>Adjustment for Qualifying Budget Credits *</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 575,819	\$ 43,027,055	\$ 43,027,055	\$ 0
0	14,409,417	14,409,417	0
0	500,000	477,667	22,333
0	199,675	188,126	11,549
0	7,354,187	6,800,720	553,467
0	930,000	891,036	38,964
0	9,516,009	5,665,997	3,850,012
0	30,663	17,406	13,257
0	4,025,101	3,845,339	179,762
0	413,562	362,926	50,636
0	140,817	126,032	14,785
0	31,600	10,879	20,721
0	9,733,488	9,384,683	348,805
0	1,006,960	811,534	195,426
0	6,438,994	6,072,956	366,038
0	21,980,170	21,514,524	465,646
0	7,664,282	7,575,351	88,931

**Salina Unified School District Number 305**

**Schedule 2**

**GENERAL FUNDS  
GENERAL**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>
	<b>2011 Actual</b>	<b>Actual</b>	<b>Budget</b>	
<b>Cash receipts</b>				
<b>Local sources</b>				
Ad valorem tax	\$ 7,551,343	\$ 7,721,122	\$ 7,227,972	\$ 493,150
Delinquent tax	162,738	158,509	109,764	48,745
Reimbursements				
Participation fees	91,619	87,863	0	87,863
Other	212,119	177,996	0	177,996
<b>County sources</b>				
In lieu of taxes	8,626	0	0	0
<b>State sources</b>				
General state aid	26,877,133	27,151,102	27,675,860	(524,758)
Mineral production tax	88	723	0	723
Special education aid	6,164,142	6,891,960	7,240,000	(348,040)
Juvenile detention (reimbursement)	305,194	309,960	0	309,960
<b>Federal sources</b>				
Education jobs	1,305,829	19,086	0	19,086
ARRA Stabilization Funds	745,763	0	0	0
<b>Transfer From Authorized Funds</b>	0	508,734	1,135,000	(626,266)
Total cash receipts	<u>43,424,594</u>	<u>43,027,055</u>	<u>\$ 43,388,596</u>	<u>\$ (361,541)</u>
<b>Expenditures</b>				
Instruction	11,241,507	10,642,592	\$ 10,917,868	\$ 275,276
Student support services	2,471,217	2,514,753	2,524,990	10,237
Instructional staff support services	1,726,622	1,647,699	1,651,073	3,374
General administration	540,923	848,199	523,753	(324,446)
School administration	2,669,225	2,668,996	2,662,215	(6,781)
Operations and maintenance	7,182,122	6,884,777	6,781,891	(102,886)
Student transportation services	865,060	941,046	950,478	9,432
Other supplemental service	2,987,053	2,805,878	2,888,298	82,420
Operating transfers	13,740,865	14,073,115	14,488,030	414,915
Adjustment to comply with legal max	<u>0</u>	<u>0</u>	<u>(937,360)</u>	<u>(937,360)</u>
Legal general fund budget and expenditures	43,424,594	43,027,055	42,451,236	(575,819)
Adjustment for qualifying budget credits	<u>0</u>	<u>0</u>	<u>575,819</u>	<u>575,819</u>
Total expenditures	<u>43,424,594</u>	<u>43,027,055</u>	<u>\$ 43,027,055</u>	<u>\$ 0</u>
Receipts over (under) expenditures	<u>0</u>	<u>0</u>		
Unencumbered cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered cash, June 30	\$ <u>0</u>	\$ <u>0</u>		

**Salina Unified School District Number 305**

**Schedule 2**

GENERAL FUNDS  
SUPPLEMENTAL GENERAL

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<b>2012</b>		
	<b>2011</b>			<b>Variance</b>
	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Favorable</b>
<b>Cash receipts</b>				<b>(Unfavorable)</b>
<b>Local sources</b>				
Ad valorem tax	\$ 8,018,609	\$ 8,743,039	\$ 8,131,193	\$ 611,846
Delinquent tax	177,486	169,390	116,682	52,708
<b>County sources</b>				
Motor vehicle tax	933,158	864,888	906,719	(41,831)
Recreational vehicle tax	13,763	12,743	13,824	(1,081)
In lieu of taxes	8,332	0	0	0
<b>State sources</b>				
Supplemental state aid	5,139,770	5,053,171	4,871,233	181,938
<b>Total cash receipts</b>	<u>14,291,118</u>	<u>14,843,231</u>	<u>\$ 14,039,651</u>	<u>\$ 803,580</u>
<b>Expenditures</b>				
Instruction	9,207,095	9,071,223	\$ 9,165,500	\$ 94,277
Instructional staff support services	295,967	318,236	297,386	(20,850)
Other supplemental service	31,471	35,844	34,250	(1,594)
Operating transfers	4,929,942	4,984,114	4,912,281	(71,833)
<b>Total expenditures</b>	<u>14,464,475</u>	<u>14,409,417</u>	<u>\$ 14,409,417</u>	<u>\$ 0</u>
<b>Receipts over (under) expenditures</b>	(173,357)	433,814		
<b>Unencumbered cash, July 1</b>	543,013	369,764		
<b>Prior year cancelled encumbrances</b>	<u>108</u>	<u>0</u>		
<b>Unencumbered cash (deficit), June 30</b>	<u>\$ 369,764</u>	<u>\$ 803,578</u>		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
SALINA ADULT EDUCATION CENTER

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>
	<b>2011 Actual</b>	<b>Actual</b>	<b>Budget</b>	
<b>Local sources</b>				
Ad valorem tax	\$ 207,719	\$ 208,786	\$ 199,493	\$ 9,293
Delinquent tax	4,676	4,394	3,020	1,374
Reimbursements	403	628	0	628
Other	28,314	19,179	40,975	(21,796)
<b>County sources</b>				
Motor vehicle tax	23,792	22,766	23,844	(1,078)
Recreational vehicle tax	351	336	364	(28)
In lieu of tax	216	0	0	0
<b>State sources</b>				
Adult basic aid	57,522	63,931	63,916	15
Other	2,100	11,881	0	11,881
<b>Federal sources</b>				
Adult education aid	107,838	110,245	110,245	0
<b>Total cash receipts</b>	<u>432,931</u>	<u>442,146</u>	<u>\$ 441,857</u>	<u>\$ 289</u>
<b>Expenditures</b>				
Instruction	319,883	300,923	\$ 313,900	\$ 12,977
Instructional staff support services	99,118	106,881	112,500	5,619
School administration	65,479	66,788	70,360	3,572
Operations and maintenance	2,697	1,003	3,240	2,237
Other supplemental services	2,295	2,072	0	(2,072)
<b>Total expenditures</b>	<u>489,472</u>	<u>477,667</u>	<u>\$ 500,000</u>	<u>\$ 22,333</u>
Receipts over (under) expenditures	(56,541)	(35,521)		
Unencumbered cash, July 1	409,567	353,276		
Prior year cancelled encumbrances	<u>250</u>	<u>198</u>		
Unencumbered cash, June 30	\$ <u>353,276</u>	\$ <u>317,953</u>		

**Salina Unified School District Number 305**

**Schedule 2**

**SPECIAL REVENUE FUNDS  
AT-RISK (4 YEAR OLD)**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)**

		<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>
	<b>2011 Actual</b>	<b>Actual</b>	<b>Budget</b>	
<b>Cash receipts</b>				
<b>Other</b>				
Operating transfers	\$ 160,000	\$ 188,126	\$ 199,675	\$ (11,549)
<b>Expenditures</b>				
Instruction	144,838	160,318	\$ 164,175	\$ 3,857
Student support services	5,483	4,966	5,500	534
Student transportation services	9,679	22,842	30,000	7,158
<b>Total expenditures</b>	<b>160,000</b>	<b>188,126</b>	<b>\$ 199,675</b>	<b>\$ 11,549</b>
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	0	0		
Unencumbered cash, June 30	\$ 0	\$ 0		

**Salina Unified School District Number 305**

**Schedule 2**

**SPECIAL REVENUE FUNDS  
AT-RISK (K-12)**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>	
	<b>2011 Actual</b>	<b>Actual</b>	<b>Budget</b>		
<b>Cash receipts</b>					
<b>Local sources</b>					
Tuition	\$ 32,779	\$ 22,424	\$ 33,000	\$ (10,576)	
Other	141	0	0	0	
<b>Other</b>					
Operating transfers	6,850,000	6,778,296	6,571,152	207,144	
Total cash receipts	<u>6,882,920</u>	<u>6,800,720</u>	<u>\$ 6,604,152</u>	<u>\$ 196,568</u>	
 <b>Expenditures</b>					
Instruction	6,577,423	6,502,943	\$ 7,040,333	\$ 537,390	
Student support services	262,839	267,976	270,129	2,153	
Student transportation services	42,658	29,801	43,725	13,924	
Total expenditures	<u>6,882,920</u>	<u>6,800,720</u>	<u>\$ 7,354,187</u>	<u>\$ 553,467</u>	
Receipts over (under) expenditures	0	0			
Unencumbered cash, July 1	<u>1,000,035</u>	<u>1,000,035</u>			
Unencumbered cash, June 30	<u>\$ 1,000,035</u>	<u>\$ 1,000,035</u>			

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
BILINGUAL EDUCATION

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<u>2012</u>		
	<u>2011</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
<b>Cash receipts</b>				
<b>Other</b>				
Operating transfers	\$ 826,671	\$ 806,720	\$ 845,684	\$ (38,964)
<b>Expenditures</b>				
Instruction	795,200	891,036	\$ 930,000	\$ 38,964
Student transportation services	31,471	0	0	0
Total expenditures	826,671	891,036	\$ 930,000	\$ 38,964
Receipts over (under) expenditures	0	(84,316)		
Unencumbered cash, July 1	84,316	84,316		
Unencumbered cash, June 30	\$ 84,316	\$ 0		

**Salina Unified School District Number 305**

**Schedule 2**

**SPECIAL REVENUE FUNDS  
DRIVER TRAINING**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<b>2012</b>		
	<b>2011</b>			<b>Variance</b>
	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Favorable (Unfavorable)</b>
<b>Cash receipts</b>				
<b>Local sources</b>				
Other	\$ 13,662	\$ 12,181	\$ 15,000	\$ (2,819)
<b>State sources</b>				
State safety aid	6,882	6,392	5,180	1,212
Total cash receipts	<u>20,544</u>	<u>18,573</u>	<u>\$ 20,180</u>	<u>\$ (1,607)</u>
<b>Expenditures</b>				
Instruction	19,961	15,951	\$ 28,600	\$ 12,649
Vehicle operations	<u>1,875</u>	<u>1,455</u>	<u>2,063</u>	<u>608</u>
Total expenditures	<u>21,836</u>	<u>17,406</u>	<u>\$ 30,663</u>	<u>\$ 13,257</u>
Receipts over (under) expenditures	(1,292)	1,167		
Unencumbered cash, July 1	<u>14,783</u>	<u>13,491</u>		
Unencumbered cash, June 30	\$ <u>13,491</u>	\$ <u>14,658</u>		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
FOOD SERVICE

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended June 30, 2012

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

		<b>2012</b>		
	<b>2011</b>			<b>Variance</b>
	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Favorable</b>
				<b>(Unfavorable)</b>
<b>Cash receipts</b>				
<b>Local sources</b>				
Food service	\$ 1,172,708	\$ 1,155,747	\$ 1,350,103	\$ (194,356)
Other	53,659	57,283	60,000	(2,717)
<b>State sources</b>				
School food assistance	40,213	40,514	36,505	4,009
<b>Federal sources</b>				
Child nutrition programs	2,220,513	2,324,678	2,322,073	2,605
Other grants	500	2,570	0	2,570
After school snacks	14,042	14,217	0	14,217
<b>Other sources</b>				
Operating transfers	250,000	255,000	250,000	5,000
<b>Total cash receipts</b>	<u>3,751,635</u>	<u>3,850,009</u>	<u>\$ 4,018,681</u>	<u>\$ (168,672)</u>
<b>Expenditures</b>				
Operations and maintenance	39,737	33,623	\$ 42,975	\$ 9,352
Food service operations	<u>3,700,940</u>	<u>3,811,716</u>	<u>3,982,126</u>	<u>170,410</u>
<b>Total expenditures</b>	<u>3,740,677</u>	<u>3,845,339</u>	<u>\$ 4,025,101</u>	<u>\$ 179,762</u>
Receipts over (under) expenditures	10,958	4,670		
Unencumbered cash, July 1	<u>502,658</u>	<u>513,616</u>		
Unencumbered cash, June 30	\$ <u>513,616</u>	\$ <u>518,286</u>		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
PROFESSIONAL DEVELOPMENT

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	<u>2012</u>			<u>Variance Favorable (Unfavorable)</u>
	<u>2011 Actual</u>	<u>Actual</u>	<u>Budget</u>	
<b>Cash receipts</b>				
<b>Local sources</b>				
Other	\$ 0	\$ 120	\$ 0	\$ 120
<b>Other</b>				
Operating transfers	<u>267,133</u>	<u>359,713</u>	<u>270,000</u>	<u>89,713</u>
Total cash receipts	<u>267,133</u>	<u>359,833</u>	<u>\$ 270,000</u>	<u>\$ 89,833</u>
 <b>Expenditures</b>				
Instructional staff support services	<u>267,163</u>	<u>362,926</u>	<u>\$ 413,562</u>	<u>\$ 50,636</u>
Receipts over (under) expenditures	(30)	(3,093)		
Unencumbered cash, July 1	256,021	256,021		
Prior year cancelled encumbrances	<u>30</u>	<u>3,093</u>		
Unencumbered cash, June 30	<u>\$ 256,021</u>	<u>\$ 256,021</u>		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
PARENT EDUCATION PROGRAM

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>	
	<b>2011 Actual</b>	<b>Actual</b>	<b>Budget</b>		
<b>Cash receipts</b>					
<b>State sources</b>					
Parent education aid	\$ 78,534	\$ 76,383	\$ 76,383	\$	0
<b>Other</b>					
Operating transfers	51,048	49,649	49,649		0
Total cash receipts	<u>129,582</u>	<u>126,032</u>	<u>\$ 126,032</u>	\$	<u>0</u>
<b>Expenditures</b>					
Student support services	129,045	125,578	\$ 140,817	\$	15,239
Instructional staff support services	<u>537</u>	<u>454</u>	<u>0</u>		<u>(454)</u>
Total expenditures	<u>129,582</u>	<u>126,032</u>	<u>\$ 140,817</u>	\$	<u>14,785</u>
Receipts over (under) expenditures	0	0			
Unencumbered cash, July 1	<u>51,534</u>	<u>51,534</u>			
Unencumbered cash, June 30	\$ <u>51,534</u>	\$ <u>51,534</u>			

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
SUMMER SCHOOL

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

	<b>2011 Actual</b>	<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>
		<b>Actual</b>	<b>Budget</b>	
<b>Cash receipts</b>				
<b>Local sources</b>				
Tuition	\$ 15,011	\$ 15,820	\$ 15,000	\$ 820
Total cash receipts	15,011	15,820	\$ 15,000	\$ 820
<b>Expenditures</b>				
Instruction	20,436	10,879	\$ 30,100	\$ 19,221
Student transportation	159	0	1,500	1,500
Total expenditures	20,595	10,879	\$ 31,600	\$ 20,721
Receipts over (under) expenditures	(5,584)	4,941		
Unencumbered cash, July 1	25,024	19,440		
Unencumbered cash, June 30	\$ 19,440	\$ 24,381		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
SPECIAL EDUCATION

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<u>2012</u>		
	<u>2011</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
<b>Cash receipts</b>				
<b>Local sources</b>				
Other	\$ 3,015	\$ 5,958	\$ 3,500	\$ 2,458
<b>Other</b>				
Operating transfers	<u>8,789,130</u>	<u>9,593,458</u>	<u>9,729,988</u>	<u>(136,530)</u>
Total cash receipts	<u>8,792,145</u>	<u>9,599,416</u>	<u>\$ 9,733,488</u>	<u>\$ (134,072)</u>
 <b>Expenditures</b>				
Instruction	7,827,814	8,319,814	\$ 8,732,178	\$ 412,364
Special area administrative services	17,205	18,632	21,650	3,018
Vehicle operating service	<u>947,126</u>	<u>1,046,237</u>	<u>979,660</u>	<u>(66,577)</u>
Total expenditures	<u>8,792,145</u>	<u>9,384,683</u>	<u>\$ 9,733,488</u>	<u>\$ 348,805</u>
 Receipts over (under) expenditures	0	214,733		
 Unencumbered cash, July 1	<u>3,455,184</u>	<u>3,455,184</u>		
 Unencumbered cash, June 30	<u>\$ 3,455,184</u>	<u>\$ 3,669,917</u>		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
VOCATIONAL EDUCATION

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

		<b>2012</b>		
	<b>2011</b>			<b>Variance</b>
	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Favorable</b>
				<b>(Unfavorable)</b>
<b>Cash receipts</b>				
<b>Other</b>				
Operating transfers	\$ 910,102	\$ 811,534	\$ 1,006,960	\$ (195,426)
<b>Expenditures</b>				
Instruction	910,102	811,534	\$ 1,006,960	\$ 195,426
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	0	0		
Unencumbered cash, June 30	\$ 0	\$ 0		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
KPRS SPECIAL RETIREMENT CONTRIBUTION FUND

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

		<u>2012</u>		
	<u>2011</u>			<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>
				<u>(Unfavorable)</u>
<b>Cash receipts</b>				
<b>State sources</b>				
KPRS	\$ 3,480,537	\$ 6,072,956	\$ 6,438,994	\$ (366,038)
<b>Expenditures</b>				
Instruction	2,297,305	4,003,068	\$ 4,256,766	\$ 253,698
Student support services	348,415	594,190	638,219	44,029
Instructional staff support services	277,077	486,971	519,125	32,154
General administration	39,474	77,586	89,833	12,247
School administration	149,549	256,714	261,320	4,606
Other supplemental services	97,370	167,334	172,996	5,662
Student transportation	979	2,104	327,658	325,554
Operations and maintenance	177,328	320,994	1,794	(319,200)
Food service	93,040	163,995	171,283	7,288
<b>Total expenditures</b>	<u>3,480,537</u>	<u>6,072,956</u>	<u>\$ 6,438,994</u>	<u>\$ 366,038</u>
Receipts over (under) expenditures	0	0		
Unencumbered cash, July 1	<u>0</u>	<u>0</u>		
Unencumbered cash, June 30	\$ <u>0</u>	\$ <u>0</u>		

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
CENTRAL KANSAS COOPERATIVE IN EDUCATION

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

	<b>2011 Actual</b>	<b>2012</b>		<b>Variance Favorable (Unfavorable)</b>
		<b>Actual</b>	<b>Budget</b>	
<b>Cash receipts</b>				
<b>Local sources</b>				
Payments from other districts/govt sources	\$ 17,479,035	\$ 16,909,898	\$ 16,830,000	\$ 79,898
Other	213,687	141,690	218,687	(76,997)
<b>State sources</b>				
Medicaid	635,638	692,777	635,638	57,139
Project search grant	5,000	7,697	0	7,697
<b>Federal sources</b>				
ARRA	1,165,530	0	0	0
Other grants	3,159,911	3,191,993	3,123,190	68,803
<b>Total cash receipts</b>	<u>22,658,801</u>	<u>20,944,055</u>	<u>\$ 20,807,515</u>	<u>\$ 136,540</u>
<b>Expenditures</b>				
Instruction	14,934,927	15,592,319	\$ 15,857,648	\$ 265,329
Student support services	4,340,680	4,389,525	4,523,780	134,255
Instructional staff support services	607,592	618,638	611,200	(7,438)
Special area administrative services	671,018	855,044	924,066	69,022
Operations and maintenance	57,270	58,998	63,476	4,478
<b>Total expenditures</b>	<u>20,611,487</u>	<u>21,514,524</u>	<u>\$ 21,980,170</u>	<u>\$ 465,646</u>
Receipts over (under) expenditures	2,047,314	(570,469)		
Unencumbered cash, July 1	<u>2,540,312</u>	<u>4,587,626</u>		
Unencumbered cash, June 30	<u>\$ 4,587,626</u>	<u>\$ 4,017,157</u>		

**Salina Unified School District Number 305****Schedule 2****SPECIAL REVENUE FUNDS  
CONTINGENCY RESERVE****SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET****For the Year Ended June 30, 2012****(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)**

	<b><u>2011 Actual</u></b>	<b><u>2012 Actual</u></b>
<b>Cash receipts</b>		
<b>Other</b>		
Operating transfers	\$ 0	\$ 0
<b>Expenditures</b>		
Operating transfers	<u>0</u>	<u>508,734</u>
Receipts over (under) expenditures	0	(508,734)
Unencumbered cash, July 1	<u>4,702,984</u>	<u>4,702,984</u>
Unencumbered cash, June 30	\$ <u><u>4,702,984</u></u>	\$ <u><u>4,194,250</u></u>

**Salina Unified School District Number 305****Schedule 2****SPECIAL REVENUE FUNDS  
TEXTBOOK RENTAL****SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

	<b><u>2011 Actual</u></b>	<b><u>2012 Actual</u></b>
<b>Cash receipts</b>		
<b>Local sources</b>		
Rental and other	\$ <u>250,972</u>	\$ <u>242,195</u>
 <b>Expenditures</b>		
Instruction	<u>144,087</u>	<u>517,023</u>
Receipts over (under) expenditures	106,885	(274,828)
Unencumbered cash, July 1	657,814	764,699
Prior year cancelled encumbrances	<u>0</u>	<u>281</u>
Unencumbered cash, June 30	\$ <u><u>764,699</u></u>	\$ <u><u>490,152</u></u>

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
HEALTH INSURANCE

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

	<b><u>2011</u></b>	<b><u>2012</u></b>
	<b>Actual</b>	<b>Actual</b>
<b>Cash receipts</b>		
<b>Local sources</b>		
Interest on idle funds	\$ 109,939	\$ 153,981
Employee paid health insurance	2,175,833	2,267,761
Retiree paid health insurance	580,206	536,545
COBRA paid health insurance	880	0
Other	6,641	10,054
<b>Other sources</b>		
Employer paid health insurance	<u>5,452,651</u>	<u>5,521,950</u>
<b>Total cash receipts</b>	<u>8,326,150</u>	<u>8,490,291</u>
 <b>Expenditures</b>		
Claims and administrative services	<u>8,159,099</u>	<u>9,783,422</u>
 Receipts over (under) expenditures	167,051	(1,293,131)
 Unencumbered cash and investments, July 1	<u>12,643,853</u>	<u>12,810,904</u>
 Unencumbered cash and investments, June 30	<u><u>\$ 12,810,904</u></u>	<u><u>\$ 11,517,773</u></u>

**Salina Unified School District Number 305**

**Schedule 2**

SPECIAL REVENUE FUNDS  
RETIREMENT PLAN

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

For the Year Ended June 30, 2012

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

	<b><u>2011</u></b>	<b><u>2012</u></b>
	<b><u>Actual</u></b>	<b><u>Actual</u></b>
<b>Cash receipts</b>		
<b>Local sources</b>		
Interest on idle funds	\$ 10,922	\$ 13,360
<b>Other sources</b>		
Employer paid retirement contributions	<u>1,145,720</u>	<u>1,097,762</u>
Total cash receipts	<u>1,156,642</u>	<u>1,111,122</u>
 <b>Expenditures</b>		
Retirement payments & administrative services	<u>1,018,642</u>	<u>965,569</u>
 Receipts over (under) expenditures	138,000	145,553
 Unencumbered cash and investments, July 1	<u>1,036,248</u>	<u>1,174,248</u>
 Unencumbered cash and investments, June 30	<u><u>\$ 1,174,248</u></u>	<u><u>\$ 1,319,801</u></u>

**Salina Unified School District Number 305**

**SPECIAL REVENUE FUNDS  
FEDERAL GRANTS**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)**

	<b>Federal Head Start</b>	<b>Kansas Early Head Start/ Head Start</b>	<b>Head Start Expansion ARRA</b>	<b>Early Head Start Expansion ARRA</b>	<b>Head Start Mental Health</b>
<b>Cash receipts</b>					
<b>Sources</b>					
Local	\$ 314,182	\$ 0	\$ 0	\$ 0	\$ 0
State	59,446	43,009	0	0	0
Federal	4,101,300	930,595	0	0	49,305
Federal- ARRA	<u>0</u>	<u>0</u>	<u>23,771</u>	<u>115,381</u>	<u>0</u>
Total cash receipts	<u>4,474,928</u>	<u>973,604</u>	<u>23,771</u>	<u>115,381</u>	<u>49,305</u>
<b>Expenditures</b>					
Instruction	2,125,511	668,543	9,003	85,506	0
Student support services	282,185	72,750	0	0	0
Instructional staff support services	1,720,321	242,076	12,101	18,141	41,601
General administration	5,590	0	0	0	0
School administration	86,513	7,000	0	2,000	224
Operations & maintenance	168,619	3,000	0	1,477	0
Student transportation services	126,848	0	0	0	0
Other supplemental services	20,255	0	0	0	0
Food service operation	16,168	0	0	0	0
Building & improvements	0	0	0	0	0
Refund to granting agent	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>4,552,010</u>	<u>993,369</u>	<u>21,104</u>	<u>107,124</u>	<u>41,825</u>
Receipts over (under) expenditures	(77,082)	(19,765)	2,667	8,257	7,480
Unencumbered cash (deficit), July 1	(112,018)	(140,490)	(2,667)	(8,257)	(10,937)
Prior year cancelled encumbrances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered cash (deficit), June 30	<u>\$ (189,100)</u>	<u>\$ (160,255)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (3,457)</u>

## Schedule 2

<u>Head Start Summer Food</u>	<u>Summer Food</u>	<u>CACFP Breakfast &amp; Snacks</u>	<u>Title I ARRA</u>	<u>Title I</u>	<u>Title I Carryover</u>	<u>Title I Part D</u>
\$ 2,032	\$ 1,040	\$ 530	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0
9,184	62,348	235,988	0	1,266,422	519,721	61,382
0	0	0	109,934	0	0	0
<u>11,216</u>	<u>63,388</u>	<u>236,518</u>	<u>109,934</u>	<u>1,266,422</u>	<u>519,721</u>	<u>61,382</u>
0	0	0	73,087	887,637	483,908	61,382
0	0	0	319	0	3,185	0
0	0	0	1,973	266,711	32,628	0
0	0	0	0	86,194	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	4,995	11,432	0	0
0	0	0	0	0	0	0
4,244	74,270	237,758	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>4,244</u>	<u>74,270</u>	<u>237,758</u>	<u>80,374</u>	<u>1,251,974</u>	<u>519,721</u>	<u>61,382</u>
6,972	(10,882)	(1,240)	29,560	14,448	0	0
473	28,522	48,654	(30,290)	(109,480)	0	0
0	0	0	730	0	0	0
<u>\$ 7,445</u>	<u>\$ 17,640</u>	<u>\$ 47,414</u>	<u>\$ 0</u>	<u>\$ (95,032)</u>	<u>\$ 0</u>	<u>\$ 0</u>

**Salina Unified School District Number 305**

**SPECIAL REVENUE FUNDS  
FEDERAL GRANTS**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)**

	<u>Title II-A</u>	<u>Title II B</u>	<u>Title III</u>	<u>Title IV</u>	<u>Title VI-B</u>
<b>Cash receipts</b>					
<b>Sources</b>					
Local	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State	0	0	0	0	0
Federal	361,517	148,142	46,118	160,472	111,383
Federal- ARRA	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total cash receipts	<u>361,517</u>	<u>148,142</u>	<u>46,118</u>	<u>160,472</u>	<u>111,383</u>
<b>Expenditures</b>					
Instruction	0	0	46,070	161,175	111,383
Student support services	0	0	0	0	0
Instructional staff support services	327,310	174,699	0	13	0
General administration	0	7,324	0	3,650	0
School administration	0	0	0	0	0
Operations & maintenance	0	0	0	0	0
Student transportation services	0	0	0	2,969	0
Other supplemental services	0	0	0	0	0
Food service operation	0	0	0	0	0
Building & improvements	0	0	0	0	0
Refund to granting agent	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>327,310</u>	<u>182,023</u>	<u>46,070</u>	<u>167,807</u>	<u>111,383</u>
Receipts over (under) expenditures	34,207	(33,881)	48	(7,335)	0
Unencumbered cash (deficit), July 1	(46,080)	(75,391)	(48)	(3,928)	0
Prior year cancelled encumbrances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered cash (deficit), June 30	<u>\$ (11,873)</u>	<u>\$ (109,272)</u>	<u>\$ 0</u>	<u>\$ (11,263)</u>	<u>\$ 0</u>

**Schedule 2**

<u>Migrant</u>	<u>USD Perkins</u>	<u>Community Solutions</u>	<u>Totals June 30, 2012</u>	<u>Totals June 30, 2011</u>
\$ 0	\$ 0	\$ 0	\$ 317,784	\$ 213,030
0	0	0	102,455	114,970
30,000	61,448	46,685	8,202,010	7,521,019
<u>0</u>	<u>0</u>	<u>0</u>	<u>249,086</u>	<u>1,804,379</u>
<u>30,000</u>	<u>61,448</u>	<u>46,685</u>	<u>8,871,335</u>	<u>9,653,398</u>
30,000	49,227	0	4,792,432	4,685,527
0	0	84,917	443,356	447,072
0	12,221	0	2,849,795	2,871,139
0	0	0	102,758	121,299
0	0	0	95,737	177,929
0	0	0	173,096	164,751
0	0	0	146,244	62,154
0	0	0	20,255	25,525
0	0	0	332,440	294,064
0	0	0	0	42,663
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,776</u>
<u>30,000</u>	<u>61,448</u>	<u>84,917</u>	<u>8,956,113</u>	<u>8,897,899</u>
0	0	(38,232)	(84,778)	755,499
0	0	(23,535)	(485,472)	(1,240,971)
<u>0</u>	<u>0</u>	<u>0</u>	<u>730</u>	<u>0</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (61,767)</u>	<u>\$ (569,520)</u>	<u>\$ (485,472)</u>

**Salina Unified School District Number 305**

**SPECIAL REVENUE FUNDS  
STATE AND LOCAL GRANTS**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)**

	<b>Coordinated School Health</b>	<b>Marathon Grants</b>	<b>Other Grants</b>	<b>Turf Replacement Fund</b>	<b>Social Worker Overcoming Barriers</b>
<b>Cash receipts</b>					
<b>Sources</b>					
Local	\$ 0	\$ 28,805	\$ 127,923	\$ 6,725	\$ 0
State	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total cash receipts	<u>0</u>	<u>28,805</u>	<u>127,923</u>	<u>6,725</u>	<u>0</u>
<b>Expenditures</b>					
Instruction	0	20,861	104,870	0	0
Support services	330	0	0	0	881
Instructional staff support services	0	0	0	0	0
School administration	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>330</u>	<u>20,861</u>	<u>104,870</u>	<u>0</u>	<u>881</u>
Receipts over (under) expenditures	(330)	7,944	23,053	6,725	(881)
Unencumbered cash (deficit), July 1	330	4,557	11,801	65,475	4,301
Prior year cancelled encumbrances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unencumbered cash (deficit), June 30	<u>\$ 0</u>	<u>\$ 12,501</u>	<u>\$ 34,854</u>	<u>\$ 72,200</u>	<u>\$ 3,420</u>

Schedule 2

<u>Heusner Reading</u>	<u>Stewart Library Endowment</u>	<u>Opportunity Now</u>	<u>Teacher Leadership Academy</u>	<u>Project CLLICK</u>	<u>Non-Federal Head Start</u>	<u>Student Leadership</u>
\$ 0	\$ 170	\$ 400	\$ 9,500	\$ 1,060	\$ 168,321	\$ 2,865
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>22,500</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>170</u>	<u>400</u>	<u>9,500</u>	<u>23,560</u>	<u>168,321</u>	<u>2,865</u>
68,005	0	956	0	0	461	0
0	0	0	0	0	79,197	0
0	0	0	11,912	9,992	92,921	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>626</u>	<u>0</u>
<u>68,005</u>	<u>0</u>	<u>956</u>	<u>11,912</u>	<u>9,992</u>	<u>173,205</u>	<u>0</u>
(68,005)	170	(556)	(2,412)	13,568	(4,884)	2,865
147,186	31,474	1,949	25,358	5,612	31,181	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3</u>	<u>0</u>
<u>\$ 79,181</u>	<u>\$ 31,644</u>	<u>\$ 1,393</u>	<u>\$ 22,946</u>	<u>\$ 19,180</u>	<u>\$ 26,300</u>	<u>\$ 2,865</u>

**Salina Unified School District Number 305****Schedule 2****SPECIAL REVENUE FUNDS  
STATE AND LOCAL GRANTS****SCHEDULE OF CASH RECEIPTS AND EXPENDITURES  
For the Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)**

	<b>Totals June 30, 2012</b>	<b>Totals June 30, 2011</b>
<b>Cash receipts</b>		
<b>Sources</b>		
Local	\$ 345,769	\$ 271,996
State	22,500	10,697
<b>Total cash receipts</b>	<b>368,269</b>	<b>282,693</b>
<b>Expenditures</b>		
Instruction	195,153	177,172
Support services	80,408	42,699
Instructional staff support services	114,825	38,511
School administration	626	10,520
<b>Total expenditures</b>	<b>391,012</b>	<b>268,902</b>
Receipts over (under) expenditures	(22,743)	13,791
Unencumbered cash (deficit), July 1	329,224	315,117
Prior year cancelled encumbrances	3	316
Unencumbered cash (deficit), June 30	\$ 306,484	\$ 329,224

**Salina Unified School District Number 305**

**Schedule 2**

**DEBT SERVICE FUND  
BOND AND INTEREST**

**SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

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

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

		<b>2012</b>		
	<b>2011</b>			<b>Variance</b>
	<b>Actual</b>	<b>Actual</b>	<b>Budget</b>	<b>Favorable (Unfavorable)</b>
<b>Cash receipts</b>				
<b>Local sources</b>				
Ad valorem tax	\$ 5,441,540	\$ 4,974,101	\$ 4,752,301	\$ 221,800
Delinquent tax	121,302	112,789	79,095	33,694
Other	0	3,297	0	3,297
<b>County sources</b>				
Motor vehicle tax	594,543	599,140	626,764	(27,624)
Recreational vehicle tax	8,767	8,824	9,556	(732)
In lieu of taxes	5,648	0	0	0
<b>State sources</b>				
State aid	<u>1,740,417</u>	<u>1,686,142</u>	<u>1,686,142</u>	<u>0</u>
Total cash receipts	<u>7,912,217</u>	<u>7,384,293</u>	<u>\$ 7,153,858</u>	<u>\$ 230,435</u>
<b>Expenditures</b>				
Debt service	<u>7,910,988</u>	<u>7,575,351</u>	<u>\$ 7,664,282</u>	<u>\$ 88,931</u>
Receipts over (under) expenditures	1,229	(191,058)		
Unencumbered cash, July 1	<u>5,796,390</u>	<u>5,797,619</u>		
Unencumbered cash, June 30	<u>\$ 5,797,619</u>	<u>\$ 5,606,561</u>		

**Salina Unified School District Number 305**

**Schedule 3**

**AGENCY FUNDS**

**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
For the Year Ended June 30, 2012

<b>Fund</b>	<b>Cash Balance June 30, 2011</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Cash Balance June 30, 2012</b>
<b>Student Organizations Accounts</b>				
<b>Central High School</b>				
Alumni postage	\$ 857	\$ 0	\$ 0	\$ 857
Art club	1,989	7,038	7,373	1,654
Concessions	2,329	40,372	41,436	1,265
Health Fund	14	500	360	154
Central High sports	36,954	93,072	89,668	40,358
Cheerleaders	80	12,721	12,490	311
Class of 2011	1,147	9,951	0	11,098
Class of 2012	373	2,224	1,606	991
Class of 2013	67	9,018	8,217	868
Class of 2014	520	1,850	0	2,370
Class of 2015	0	10,251	10,103	148
Class of 2010	9,951	0	9,951	0
Color guard	478	0	0	478
Conditioning	137	2,029	1,043	1,123
Debate	1,491	1,843	1,567	1,767
D.E.C.A.	1,045	77	0	1,122
Dramatics club	309	12,415	12,563	161
Foreign language	57	0	0	57
Free spirit singers	355	375	137	593
Freshman academy	952	200	900	252
Future Farmers of America	2,090	1,330	2,415	1,005
Instrumental music	467	1,800	1,412	855
Latin Club	887	460	717	630
National Forensics League	0	19,409	18,902	507
National Honor Society	1,133	1,064	1,405	792
Nurse/Healthy Students	15	0	0	15
Orchestra	2,941	1,819	3,270	1,490
Photojournalism	403	1,100	1,327	176
Production fund	999	31,505	32,391	113
Pylon	376	5,784	5,388	772
Quiz Bowl	300	665	750	215
Renaissance	597	0	0	597
Robotics club	5,312	14,702	18,135	1,879
S.A.D.D.	1,445	750	335	1,860
S.E.L.L.S.	2,296	2,405	3,301	1,400
Spirit council	512	2,852	2,625	739
Strings 'n things	452	418	418	452
Step team dance	66	0	0	66
Student council	9,108	6,241	5,877	9,472
Trail	1,251	32,590	30,439	3,402
Tri-M	280	0	235	45

**Salina Unified School District Number 305**

**Schedule 3**

**AGENCY FUNDS**

**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS**  
For the Year Ended June 30, 2012

<b>Fund</b>	<b>Cash Balance June 30, 2011</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Cash Balance June 30, 2012</b>
<b>Student Organization Accounts</b>				
<b>Central High School-continued</b>				
Vet club	\$ 2,146	\$ 17,256	\$ 16,974	\$ 2,428
Vocal music	1,383	15,595	14,669	2,309
Subtotal Central High School	93,564	361,681	358,399	96,846
<b>South High School</b>				
Art fund	529	0	324	205
Asian literature grant	154	0	0	154
Band	168	3,210	2,496	882
Band, jazz	68	0	0	68
Band uniform cleaning	246	1,144	1,362	28
Big Brothers Big Sisters	1,212	0	584	628
BPA club	933	11,440	8,903	3,470
Cheerleaders	2,955	9,473	11,011	1,417
Class of 2011	612	0	612	0
Class of 2012	1,828	96	1,924	0
Class of 2013	380	1,750	292	1,838
Class of 2014	253	0	0	253
Class of 2015	0	1,134	896	238
Concessions	1,350	32,438	32,804	984
Cougar science club	1,152	0	1,152	0
Culinary arts	412	350	665	97
Debate/Forensics	617	13,079	11,288	2,408
Drama club	5,602	51,206	51,799	5,009
English Club	141	0	118	23
Enrichment	20	334	168	186
F.C.A	321	633	914	40
FCCLA	9	5,163	5,155	17
Flag Team	682	562	1,090	154
FLC/ADE	2,090	474	1,016	1,548
French club	317	0	0	317
Green & Gold	34	0	0	34
Health/human service	310	0	0	310
Industrial arts	39	0	0	39
International cultures club	0	1,843	1,485	358
Lab Chicks	1,442	2,489	2,777	1,154
Latin club	340	0	145	195
Life smarts	652	163	94	721
Life skills	534	2,131	1,382	1,283

Salina Unified School District Number 305

Schedule 3

AGENCY FUNDS

SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS

For the Year Ended June 30, 2012

<u>Fund</u>	<u>Cash Balance June 30, 2011</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Cash Balance June 30, 2012</u>
<b>Student Organization Accounts</b>				
<b>South High School-continued</b>				
Multimedia	\$ 1,134	\$ 620	\$ 1,058	\$ 696
National Honor Society	520	1,410	1,252	678
Orchestra	1,014	991	534	1,471
Peppers	1,132	10,585	9,371	2,346
Physics club	481	0	0	481
Preener	595	37,476	37,263	808
Productions	1,703	11,548	9,560	3,691
Project Diversity	498	7,953	8,102	349
Prom	1,974	12,324	10,900	3,398
Quiz Bowl	867	711	654	924
Robotics	317	3,442	590	3,169
S.A.D.D. (Operation People)	700	1,872	2,110	462
Science Olympiad	58	1,051	409	700
SLC-FISKE	19	0	0	19
South High sports	39,027	86,720	103,085	22,662
Student association	9,853	6,482	7,945	8,390
The Glass house	3,169	1,431	1,408	3,192
Tree Huggers	116	0	0	116
Tripodium	56	1,505	1,495	66
TMH-SMH	2,231	1,536	2,196	1,571
Vocal music	486	3,586	1,710	2,362
World language group	239	0	239	0
Subtotal South High School	91,591	330,355	340,337	81,609
<b>Lakewood Middle School</b>				
Art project	288	0	166	122
Band	1,661	8,063	3,924	5,800
Cheerleaders	1,395	924	1,610	709
Enrichment	1,204	298	14	1,488
Lakewood Sports	948	2,863	2,110	1,701
Mustang Stampede	0	5,178	3,147	2,031
Nutrition club	1,982	0	1,982	0
Orchestra	4,981	12,338	12,734	4,585
Peer leadership	60	0	60	0
Robotics club	0	60	0	60
Stang Gang	628	2,239	2,500	367
Student council	613	2,353	1,671	1,295
Tri-M Group	0	1,540	967	573
Subtotal Lakewood Middle School	13,760	35,856	30,885	18,731

**Salina Unified School District Number 305**

**Schedule 3**

**AGENCY FUNDS**

**SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS  
For the Year Ended June 30, 2012**

<b>Fund</b>	<b>Cash Balance June 30, 2011</b>	<b>Cash Receipts</b>	<b>Cash Disbursements</b>	<b>Cash Balance June 30, 2012</b>
<b>South Middle School</b>				
Art club	\$ 4,203	\$ 2,122	\$ 517	\$ 5,808
Band	49	0	0	49
Cheerleaders	1,883	8,616	9,905	594
Math counts	97	0	0	97
Orchestra	8	4,065	3,864	209
Science club	24	0	0	24
SMH club	226	1,288	1,204	310
South Middle sports	4,116	6,419	4,837	5,698
Student council	2,487	3,545	3,208	2,824
Vocal music fund	718	9,494	10,130	82
Subtotal South Middle School	<u>13,811</u>	<u>35,549</u>	<u>33,665</u>	<u>15,695</u>
<b>Heusner Elementary School</b>				
Student Council	<u>297</u>	<u>3,097</u>	<u>818</u>	<u>2,576</u>
Total agency funds	\$ <u>213,023</u>	\$ <u>766,538</u>	\$ <u>764,104</u>	\$ <u>215,457</u>

**Salina Unified School District Number 305**

**DISTRICT ACTIVITY FUNDS**

**SCHEDULE OF CASH RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
For the Year Ended June 30, 2012**

	<b><u>Unencumbered Cash Balance June 30, 2011</u></b>	<b><u>Prior Year Cancelled Encumbrances</u></b>	<b><u>Cash Receipts</u></b>
<b>Gate receipts</b>			
<b>Central High School</b>			
Athletics	\$ 99,077	\$ 0	\$ 129,869
<b>South High School</b>			
Activity tickets	0	0	7,634
Athletics	115,660	0	137,262
Subtotal South High School	<u>115,660</u>	<u>0</u>	<u>144,896</u>
<b>Lakewood Middle School</b>			
Athletics	<u>1,462</u>	<u>0</u>	<u>8,661</u>
<b>South Middle School</b>			
Athletics	<u>14,068</u>	<u>0</u>	<u>14,326</u>
Subtotal gate receipts	<u>230,267</u>	<u>0</u>	<u>297,752</u>
<b>School projects</b>			
<b>Central High School</b>			
Act. Supplemental Fund	455	0	0
Asset Building Team	256	0	0
Catering Fund	17,103	0	7,574
Copy Machines	486	0	0
Courtyard project	1,384	0	0
Crime stoppers	68	0	0
CS FB Concessions Equipment	1,529	0	1,412
Family & consumer sciences	7	0	24
General account	14,107	0	7,190
Homework helpers	1,000	0	0
Investments	0	0	149
Leadership Fund	6	0	0
Library Service Fund	317	0	130
Literacy Fund	192	0	0
Special Ed Stang shop	517	0	0
Opportunity Now General Fund	845	0	2,168
PBD	1,600	0	0
Prevention Fund	685	0	200
Special Student Account	1,517	0	106
Welfare Fund	233	0	746
Wicker Chair Pictures	4,791	0	2,000
Sales tax	10	0	20,759
Subtotal Central High School	<u>47,108</u>	<u>0</u>	<u>42,458</u>

**Schedule 4**

<u>Expenditures</u>	<u>Unencumbered Cash Balance June 30, 2012</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Cash Balance June 30, 2012</u>
\$ 121,120	\$ 107,826	\$ 0	\$ 107,826
7,560	74	0	74
104,987	147,935	0	147,935
112,547	148,009	0	148,009
9,665	458	0	458
11,215	17,179	0	17,179
254,547	273,472	0	273,472
0	455	0	455
0	256	0	256
8,375	16,302	0	16,302
17	469	0	469
0	1,384	0	1,384
25	43	0	43
33	2,908	0	2,908
0	31	0	31
6,047	15,250	0	15,250
0	1,000	0	1,000
11	138	0	138
0	6	0	6
113	334	0	334
63	129	0	129
0	517	0	517
2,354	659	0	659
390	1,210	0	1,210
39	846	0	846
0	1,623	0	1,623
786	193	0	193
2,829	3,962	0	3,962
20,741	28	0	28
41,823	47,743	0	47,743

**Salina Unified School District Number 305**

**DISTRICT ACTIVITY FUNDS**

**SCHEDULE OF CASH RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
For the Year Ended June 30, 2012**

	<u>Unencumbered Cash Balance June 30, 2011</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>
<b>School projects- continued</b>			
<b>South High School</b>			
Athletic letters	\$ 312	\$ 0	\$ 60
Bully Prevention Program	193	0	0
Business pathway	151	0	0
Cougar Statue Fund	3,958	0	885
Crime stoppers	338	0	0
Gifted/Co-op Expenses	0	0	1,219
Health and Wellness Program	60	0	500
Library Service	340	0	250
Link Crew	0	0	300
Open account	0	0	33
PBD	639	0	2,000
PBS	484	0	138
Renaissance	479	0	722
School Improvement	2,248	0	52
School Store	517	0	85
School Team	633	0	0
Staff development	3,685	0	1,289
Student needs	9,728	0	10,025
Substance Prevention	1,484	0	1,000
Swim team display board	0	0	3,695
Young Women's Conference	368	0	0
Sales tax	78	0	24,729
Subtotal South High School	<u>25,695</u>	<u>0</u>	<u>46,982</u>
<b>Lakewood Middle School</b>			
ALC	280	0	0
Book fair	621	0	2,876
Box Top Expense	0	0	1,143
Crimestoppers	200	0	0
FACS	2	0	556
Lake Project	0	0	6,000
Magazine sales	5,353	0	18,061
PE department	894	0	100
Principal's fund	75	0	601
Publications	84	0	9,784
Renaissance	64	0	0
Student prevention	157	0	1,501
Student supply fund	3,720	0	5,257
Target field trip grant	698	0	700
Sales tax	1,336	0	2,923
Subtotal Lakewood Middle School	<u>13,484</u>	<u>0</u>	<u>49,502</u>

Schedule 4

<u>Expenditures</u>	<u>Unencumbered Cash Balance June 30, 2012</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Cash Balance June 30, 2012</u>
\$ 312	\$ 60	\$ 0	\$ 60
0	193	0	193
0	151	0	151
0	4,843	0	4,843
110	228	0	228
736	483	0	483
0	560	0	560
228	362	0	362
0	300	0	300
33	0	0	0
639	2,000	0	2,000
512	110	0	110
615	586	0	586
2,300	0	0	0
101	501	0	501
0	633	0	633
3,665	1,309	0	1,309
11,971	7,782	0	7,782
27	2,457	0	2,457
0	3,695	0	3,695
368	0	0	0
23,900	907	0	907
<u>45,517</u>	<u>27,160</u>	<u>0</u>	<u>27,160</u>
280	0	0	0
3,404	93	0	93
250	893	0	893
0	200	0	200
280	278	0	278
3,329	2,671	0	2,671
21,377	2,037	0	2,037
31	963	0	963
533	143	0	143
7,472	2,396	0	2,396
0	64	0	64
300	1,358	0	1,358
8,916	61	0	61
1,398	0	0	0
3,273	986	0	986
<u>50,843</u>	<u>12,143</u>	<u>0</u>	<u>12,143</u>

**Salina Unified School District Number 305**

**DISTRICT ACTIVITY FUNDS**

**SCHEDULE OF CASH RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
For the Year Ended June 30, 2012**

	<u>Unencumbered Cash Balance June 30, 2011</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>
<b>School projects- continued</b>			
<b>South Middle School</b>			
Cops Expenditures	\$ 221	\$ 0	\$ 705
Crime stoppers	159	0	0
Family and Consumer Science	460	0	829
Gifted program	1,078	0	787
Improvements	11,556	0	5,738
Book Fair	97	0	2,230
Magazine sales	15,510	0	20,939
Principal's fund	571	0	3,862
SADD Expense	29	0	1,773
Yearbook	8,685	0	12,335
Sales tax	282	0	5,013
Subtotal South Middle School	<u>38,648</u>	<u>0</u>	<u>54,211</u>
Subtotal school projects	<u>124,935</u>	<u>0</u>	<u>193,153</u>
<b>User fees</b>			
Central High School	340	0	70,625
South High School	0	0	154,003
Lakewood Middle School	0	0	24,958
South Middle School	0	0	39,057
Subtotal User Fees	<u>340</u>	<u>0</u>	<u>288,643</u>
Total District Activity Funds	<u>\$ 355,542</u>	<u>\$ 0</u>	<u>\$ 779,548</u>

**Schedule 4**

<u>Expenditures</u>	<u>Unencumbered Cash Balance June 30, 2012</u>	<u>Outstanding Encumbrances and Accounts Payable</u>	<u>Cash Balance June 30, 2012</u>
\$ 168	\$ 758	\$ 0	\$ 758
0	159	0	159
576	713	0	713
1,201	664	0	664
3,560	13,734	0	13,734
2,099	228	0	228
19,711	16,738	0	16,738
3,373	1,060	0	1,060
1,045	757	0	757
8,318	12,702	0	12,702
4,893	402	0	402
<u>44,944</u>	<u>47,915</u>	<u>0</u>	<u>47,915</u>
<u>183,127</u>	<u>134,961</u>	<u>0</u>	<u>134,961</u>
70,668	297	0	297
154,003	0	0	0
24,958	0	0	0
39,057	0	0	0
<u>288,686</u>	<u>297</u>	<u>0</u>	<u>297</u>
<u>\$ 726,360</u>	<u>\$ 408,730</u>	<u>\$ 0</u>	<u>\$ 408,730</u>

**Salina Unified School District Number 305**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Year Ended June 30, 2012

<b>Federal Grant Pass Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass Through Grantor's Number</b>	<b>Revenues</b>	<b>Expenditures</b>
<u>Pass Through Kansas Department of Education</u>				
Title I Grants to Local Education Agencies	84.010	D0305	\$ 1,847,525	\$ 1,833,077
Migrant Education	84.011	N/A	30,000	30,000
Special Education Grants to States	84.027	N/A	3,089,555	3,089,555
Special Education Grants to States	84.027	D0305	111,383	111,383
Vocational Education	84.048	N/A	61,448	61,448
Special Education Preschool	84.173	N/A	102,438	102,438
21st Century Community Learning Centers	84.287	N/A	160,472	167,807
English Language Acquisition	84.365	DO305	46,118	46,070
Mathematics and Science Partnerships	84.366	N/A	148,142	182,023
Improving Teacher Quality	84.367	DO305	361,517	327,310
Grants for State Assessments and Related Activities	84.369	N/A	296	296
Striving Readers	84.371	N/A	100	100
Title I Grants to Local Education Agencies - ARRA	84.389	N/A	109,934	80,374
Education Jobs Fund	84.410	N/A	19,086	19,086
<b>Total U.S. Department of Education</b>			<b>6,088,014</b>	<b>6,050,967</b>
<u>Pass Through Kansas Department of Regents</u>				
Adult Education	84.002	N/A	110,245	110,245
<u>U.S. Department of Agriculture</u>				
<u>Pass Through Kansas Department of Education</u>				
School Breakfast Program	10.553	N/A	426,311	426,311
National School Lunch Program	10.555	N/A	1,907,732	1,907,732
Child and Adult Care Food Program	10.558	N/A	235,988	237,758
Summer Food Service Program for Children	10.559	N/A	71,583	75,422
State Administrative Expense for Child Nutrition	10.560	N/A	350	350
Team Nutrition Grants	10.574	N/A	2,070	2,070
Fresh Fruit & Vegetable Program	10.582	N/A	4,851	4,851
<b>Total U.S. Department of Agriculture</b>			<b>2,648,885</b>	<b>2,654,494</b>
<u>U.S. Department of Health and Human Services</u>				
<u>Pass Through Kansas Department of Social and Rehabilitative Services</u>				
Child Care and Development Block Grant	93.575	N/A	49,305	41,825
Child Care and Development Block Grant	93.575	CFS-NER-06-00	46,685	84,917
Child Care and Development Block Grant	93.575	07CHO358	930,595	950,360
ARRA Head Start	93.708	N/A	23,771	21,104
ARRA Early Head Start	93.709	N/A	115,381	107,124
Block Grants for Community Mental Health Services	93.958	N/A	400	400

The above schedule was prepared using a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas.

**Salina Unified School District Number 305**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
For the Year Ended June 30, 2012

<b>Federal Grant Pass Through Grantor/Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass Through Grantor's Number</b>	<b>Revenues</b>	<b>Expenditures</b>
<u>Direct Aid</u>				
Head Start	93.600	07CHO358/18	\$ 4,101,300	\$ 4,178,382
Total U.S. Department of Health and Human Services			<u>5,267,437</u>	<u>5,384,112</u>
<u>Department of Homeland Security</u>				
Public Assistance Grants	97.036		<u>328,161</u>	<u>26,785</u>
Total revenues and expenditures of federal awards			\$ <u>14,442,742</u>	\$ <u>14,226,603</u>
Total ARRA funds expended				\$ <u>227,688</u>

The above schedule was prepared using a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas.

## **SPECIAL REPORTS**

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON INTERNAL  
CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board Members  
Salina Unified School District Number 305  
Salina, Kansas

We have audited the financial statements of Salina Unified School District Number 305 as of and for the year ended June 30, 2012, and have issued our report thereon dated August 14, 2012. The District prepares its financial statements on a basis of accounting which demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

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

This report is intended solely for the information and use of the District's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

*Agler & Gaeddert, Chartered*

August 14, 2012  
Emporia, Kansas



**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS  
ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT  
ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board Members  
Salina Unified School District Number 305  
Salina, Kansas

Compliance

We have audited the compliance of Salina Unified School District Number 305 with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. The District's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion the District complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

Internal Control over Compliance

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

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

Board of Education

Salina Unified School District Number 305

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

This report is intended solely for the information and use of the District's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

*Angela R. Christensen, Chairperson*

August 14, 2012  
Emporia, Kansas

**Salina Unified School District Number 305**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements**

Type of auditor's report issued:	<u>Unqualified</u>
Internal control over financial reporting:	
Material weakness(es) identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses:	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

**Federal Awards**

Internal control over major programs:	
Material weakness(es) identified?	<u>No</u>
Significant deficiencies identified not considered to be material weaknesses:	<u>No</u>
Type of auditor's report issued on compliance for major programs:	<u>Unqualified</u>
Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section .510(a)?	<u>No</u>

Identification of major programs:

<b><u>CFDA Number's</u></b>	<b><u>Name of Federal Program or Cluster</u></b>	<b><u>Amount</u></b>
84.010	Title I Grants to Local Education Agencies	\$ 1,833,077
84.389	Title I Grants to Local Education Agencies ARRA	80,374
84.027	Special Education Grant to States	3,089,555
84.027	Special Education Grant to States	111,383
84.173	Special Education Preschool	102,438
93.575	Child Care and Development Block Grant	41,825
93.575	Child Care and Development Block Grant	84,917
93.575	Child Care and Development Block Grant	950,360

Dollar threshold used to distinguish between Type A and Type B programs	426,798
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Auditee qualified as a low-risk auditee?	Yes
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**Salina Unified School District Number 305**

**PRIOR YEAR SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**FEDERAL AWARD FINDINGS**

Programs

Findings

Questioned Costs

No findings

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