

**UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas**

**FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT  
For the Fiscal Year Ended June 30, 2012**

**CLUBINE AND RETTELE, CHARTERED  
CERTIFIED PUBLIC ACCOUNTANTS  
Salina, Kansas**

UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT  
For the Fiscal Year Ended June 30, 2012

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UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT  
For the Fiscal Year Ended June 30, 2012

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## INDEPENDENT AUDITORS' REPORT

To the Board of Education  
Unified School District No. 330  
Eskridge, Kansas

We have audited the accompanying financial statements of Unified School District No. 330, as of and for the fiscal year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of Unified School District No. 330's management. Our responsibility is to express opinions on these financial statements based on our audit. The prior year partial comparative information has been derived from Unified School District No. 330's financial statements and, in our report dated October 10, 2011, we expressed an unqualified opinion on the respective financial statements which were prepared using accounting practices prescribed or permitted by the State of Kansas.

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, and the *Kansas Municipal Audit Guide*, prescribed by the Director of Accounts and Reports, Department of Administration of the State of Kansas. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described more fully in Note 2, Unified School District No. 330 prepares its financial statements using accounting practices prescribed or permitted by the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 330, as of June 30, 2012, the changes in its financial position, or, where applicable, its cash flows for the fiscal year then ended. Further, Unified School District No. 330 has not presented the management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of Unified School District No. 330 as of June 30, 2012, and their respective cash receipts and disbursements, and the respective budgetary comparison for the General Funds and budgeted Special Revenue Funds for the fiscal year then ended, on the basis of accounting described in Note 2.

The financial statements include prior year partial comparative information. Such information does not include all of the information required to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with Unified School District No. 330's financial statements for the year ended June 30, 2011, from which such partial information was derived.

Clubine and Rettele, Chartered

Salina, Kansas  
August 24, 2012

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Statement 1

Summary of Cash Receipts, Expenditures, and Unencumbered Cash - Statutory Basis  
For the Fiscal Year Ended June 30, 2012

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:						
General Funds						
* General	\$ (248,409.55)	\$ 3,961,883.63	\$ 3,992,814.00	\$ (279,339.92)	\$ 47,785.60	\$ (231,554.32)
* Supplemental General	13,578.90	1,106,356.15	1,065,000.00	54,935.05	89,878.00	144,813.05
Special Revenue Funds						
At Risk	40,000.00	212,814.00	212,814.00	40,000.00	-	40,000.00
Bilingual Education	-	750.00	750.00	-	-	-
Capital Outlay	1,274,129.40	249,839.64	161,143.80	1,362,825.24	77,659.00	1,440,484.24
Driver Training	21,788.28	10,835.01	9,155.48	23,467.81	-	23,467.81
Food Service	88,468.62	251,419.58	269,883.66	70,004.54	26,449.83	96,454.37
Professional Development	88,554.73	73.52	2,491.57	86,136.68	-	86,136.68
Special Education	1,097,444.00	1,239,421.10	1,226,607.87	1,110,257.23	1,369.55	1,111,626.78
Vocational Education	14,861.12	263,276.36	278,137.48	-	1,261.90	1,261.90
Health Care Reserve	309,829.42	572,796.78	727,833.97	154,792.23	-	154,792.23
KPERS Special Retirement	-	385,177.84	385,177.84	-	-	-
Contingency Reserve	440,528.00	-	41,246.60	399,281.40	-	399,281.40
Textbook	56,365.40	20,404.26	-	76,769.66	-	76,769.66
Carl Perkins Title I Fund	-	-	-	-	-	-
Title I	-	78,704.00	78,704.00	-	-	-
Title I ARRA Fund	-	-	-	-	-	-
Title IIA	-	14,247.00	14,247.00	-	-	-
Title IID Fund	-	-	-	-	-	-
Title IID ARRA Fund	-	-	-	-	-	-
MVHS After School	509.20	-	467.00	42.20	-	42.20
SRSA Small Rural	-	42,787.13	42,787.13	-	-	-
Earl Nor Starbird Library Grant	160,941.43	84.85	-	161,026.28	-	161,026.28
Gifts and Grants	5,944.74	4,276.00	5,037.93	5,182.81	-	5,182.81
District Activity Funds	17,649.34	34,066.60	33,748.28	17,967.66	-	17,967.66
Debt Service Funds						
Bond and Interest	600,994.38	536,774.60	463,983.80	673,785.18	-	673,785.18
Nonexpendable Trust Funds						
Bud Weems Memorial	2,521.43	7.28	1,000.00	1,528.71	-	1,528.71
Chase Hodges Memorial	4,920.01	8.84	1,000.00	3,928.85	-	3,928.85
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 3,990,618.85</u>	<u>\$ 8,986,004.17</u>	<u>\$ 9,014,031.41</u>	<u>\$ 3,962,591.61</u>	<u>\$ 244,403.88</u>	<u>\$ 4,206,995.49</u>
Composition of Cash:						
			Checking Accounts			\$ 4,252,095.87
			Agency Funds per Statement 4			(45,100.38)
			Total Reporting Entity(Excluding Agency Funds)			<u>\$ 4,206,995.49</u>

\* General Funds presented per Kansas Municipal Audit Guide. For Statutory Basis presentation of these funds see Note # 11

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

UNIFIED SCHOOL DISTRICT NO. 330  
 Eskridge, Kansas  
 Summary of Expenditures, Actual and Budget - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012

Statement 2

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:						
General Funds						
General	\$ 3,992,814.00	\$ -	\$ -	\$ 3,992,814.00	\$ 3,992,814.00	\$ -
Supplemental General	1,065,000.00	-	-	1,065,000.00	1,065,000.00	-
Special Revenue Funds						
At Risk	252,814.00	-	-	252,814.00	212,814.00	(40,000.00)
Bilingual Education	750.00	-	-	750.00	750.00	-
Capital Outlay	630,000.00	-	-	630,000.00	161,143.80	(468,856.20)
Driver Training	27,028.00	-	-	27,028.00	9,155.48	(17,872.52)
Food Service	330,694.00	-	-	330,694.00	269,883.66	(60,810.34)
Professional Development	88,805.00	-	-	88,805.00	2,491.57	(86,313.43)
Special Education	1,972,481.00	-	-	1,972,481.00	1,226,607.87	(745,873.13)
Vocational Education	343,861.00	-	-	343,861.00	278,137.48	(65,723.52)
KPERS Special Retirement	432,264.00	-	-	432,264.00	385,177.84	(47,086.16)
Bond and Interest	483,169.00	-	-	483,169.00	463,983.80	(19,185.20)

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

General Fund

Statement of Cash Receipts and Expenditures, Actual and Budget

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 543,128.27	\$ 568,461.23	\$ 543,863.00	\$ 24,598.23
Delinquent	11,447.12	19,814.19	9,979.00	9,835.19
Mineral Tax	478.06	506.21	300.00	206.21
State Aid				
General State Aid	2,792,988.00	2,651,647.00	2,719,011.00	(67,364.00)
Special Education Services Aid	673,801.00	719,661.00	719,661.00	-
Federal Aid				
State Fiscal Stabilization Fund - Education State Grants Recovery Act	199,090.00	1,794.00	-	1,794.00
Total Cash Receipts	<u>4,220,932.45</u>	<u>3,961,883.63</u>	<u>\$ 3,992,814.00</u>	<u>\$ (30,930.37)</u>
Expenditures				
Instruction	1,676,581.40	1,602,444.49	\$ 1,926,655.00	\$ (324,210.51)
Student Support Services	81,176.36	73,656.05	84,532.00	(10,875.95)
Instructional Support Services	137,839.68	9,890.08	6,750.00	3,140.08
General Administration	-	-	5,358.00	(5,358.00)
School Administration	293,494.20	261,870.89	322,048.00	(60,177.11)
Operations & Maintenance	-	18,593.36	-	18,593.36
Transportation	315,049.11	316,032.47	385,209.00	(69,176.53)
Operating Transfers	1,615,142.25	1,710,326.66	1,262,262.00	448,064.66
Total Expenditures	<u>4,119,283.00</u>	<u>3,992,814.00</u>	<u>\$ 3,992,814.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	101,649.45	(30,930.37)		
Unencumbered Cash, Beginning	<u>(350,059.00)</u>	<u>(248,409.55)</u>		
Unencumbered Cash, Ending	<u>\$ (248,409.55)</u>	<u>\$ (279,339.92)</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Supplemental General Fund

Statement of Cash Receipts and Expenditures, Actual and Budget

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 595,148.05	\$ 663,936.69	\$ 700,402.00	\$ (36,465.31)
Delinquent	12,354.25	22,688.85	10,961.00	11,727.85
Motor Vehicle	74,848.85	71,197.65	74,145.00	(2,947.35)
Recreational Vehicle	1,377.17	1,231.96	1,359.00	(127.04)
State Aid				
Supplemental General State Aid	420,755.00	347,301.00	333,161.00	14,140.00
Total Cash Receipts	<u>1,104,483.32</u>	<u>1,106,356.15</u>	<u>\$ 1,120,028.00</u>	<u>\$ (13,671.85)</u>
Expenditures				
Instructional Support Services	-	131,587.21	\$ 141,250.00	\$ (9,662.79)
General Administration	181,710.05	188,787.01	211,089.00	(22,301.99)
Operations and Maintenance	603,086.82	622,138.26	581,014.00	41,124.26
Other Supplemental Services	78,442.93	82,487.52	91,647.00	(9,159.48)
Operating Transfers	201,760.20	40,000.00	40,000.00	-
Total Expenditures	<u>1,065,000.00</u>	<u>1,065,000.00</u>	<u>\$ 1,065,000.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	39,483.32	41,356.15		
Unencumbered Cash, Beginning	<u>(25,904.42)</u>	<u>13,578.90</u>		
Unencumbered Cash, Ending	<u>\$ 13,578.90</u>	<u>\$ 54,935.05</u>		

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



## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

At Risk Fund

Statement 3

## Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 267,559.00	\$ 212,814.00	\$ 212,814.00	\$ -
Expenditures				
Instruction	227,559.00	212,814.00	\$ 248,225.00	\$ (35,411.00)
Operations and Maintenance	-	-	4,589.00	(4,589.00)
Total Expenditures	227,559.00	212,814.00	\$ 252,814.00	\$ (40,000.00)
Receipts Over (Under) Expenditures	40,000.00	-		
Unencumbered Cash, Beginning	-	40,000.00		
Unencumbered Cash, Ending	\$ 40,000.00	\$ 40,000.00		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Bilingual Education Fund

Statement 3

## Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 2,250.00	\$ 750.00	\$ 750.00	\$ -
Expenditures				
Instruction	2,250.00	750.00	\$ 750.00	\$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Capital Outlay Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 121,694.07	\$ 127,412.69	\$ 122,613.00	\$ 4,799.69
Delinquent	3,373.83	5,702.61	2,241.00	3,461.61
Motor Vehicle	18,308.52	14,560.58	15,156.00	(595.42)
Recreational Vehicle	-	251.84	278.00	(26.16)
Interest	1,788.30	863.62	400.00	463.62
Other Sources	1.00	-	-	-
Operating Transfers	165,330.00	101,048.30	-	101,048.30
Total Cash Receipts	<u>310,495.72</u>	<u>249,839.64</u>	<u>\$ 140,688.00</u>	<u>\$ 109,151.64</u>
Expenditures				
Instruction	2,257.15	-	\$ 100,000.00	\$ (100,000.00)
Support Services	5,172.06	-	80,000.00	(80,000.00)
Operations and Maintenance	3,009.57	-	130,000.00	(130,000.00)
Transportation	97,053.20	83,484.80	120,000.00	(36,515.20)
Facility Acquisition and Construction	-	77,659.00	200,000.00	(122,341.00)
Total Expenditures	<u>107,491.98</u>	<u>161,143.80</u>	<u>\$ 630,000.00</u>	<u>\$ (468,856.20)</u>
Receipts Over (Under) Expenditures	203,003.74	88,695.84		
Unencumbered Cash, Beginning	<u>1,071,125.66</u>	<u>1,274,129.40</u>		
Unencumbered Cash, Ending	<u>\$ 1,274,129.40</u>	<u>\$ 1,362,825.24</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Driver Training Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State Aid				
State Safety Aid	\$ 888.00	\$ 2,820.00	\$ 2,220.00	\$ 600.00
Fees	-	7,000.00	3,000.00	\$ 4,000.00
Interest	34.94	15.01	20.00	(4.99)
Operating Transfers	-	1,000.00	-	1,000.00
Total Cash Receipts	<u>922.94</u>	<u>10,835.01</u>	<u>\$ 5,240.00</u>	<u>\$ 5,595.01</u>
Expenditures				
Instruction	5,206.39	6,597.54	\$ 12,200.00	\$ (5,602.46)
Instructional Support Staff	28.00	28.00	300.00	(272.00)
Vehicle Operating Service	<u>435.62</u>	<u>2,529.94</u>	<u>14,528.00</u>	<u>(11,998.06)</u>
Total Expenditures	<u>5,670.01</u>	<u>9,155.48</u>	<u>\$ 27,028.00</u>	<u>\$ (17,872.52)</u>
Receipts Over (Under) Expenditures	(4,747.07)	1,679.53		
Unencumbered Cash, Beginning	<u>26,535.35</u>	<u>21,788.28</u>		
Unencumbered Cash, Ending	<u>\$ 21,788.28</u>	<u>\$ 23,467.81</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Food Service Fund

## Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State Aid				
Food Service Aid	\$ 2,887.56	\$ 2,643.30	\$ 2,231.00	\$ 412.30
Federal Aid	118,401.28	114,309.29	113,523.00	786.29
Local Receipts	136,367.64	129,282.43	126,072.00	3,210.43
Interest	424.85	184.56	400.00	(215.44)
Operating Transfers	-	5,000.00	-	5,000.00
Total Cash Receipts	<u>258,081.33</u>	<u>251,419.58</u>	<u>\$ 242,226.00</u>	<u>\$ 9,193.58</u>
Expenditures				
Food Service Operation	<u>260,411.16</u>	<u>269,883.66</u>	<u>\$ 330,694.00</u>	<u>\$ (60,810.34)</u>
Receipts Over (Under) Expenditures	(2,329.83)	(18,464.08)		
Unencumbered Cash, Beginning	<u>90,798.45</u>	<u>88,468.62</u>		
Unencumbered Cash, Ending	<u>\$ 88,468.62</u>	<u>\$ 70,004.54</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Professional Development Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Interest	\$ 296.16	\$ 73.52	\$ 250.00	\$ (176.48)
Expenditures				
Support Services	151.77	2,491.57	\$ 88,805.00	\$ (86,313.43)
Receipts Over (Under) Expenditures	144.39	(2,418.05)		
Unencumbered Cash, Beginning	88,410.34	88,554.73		
Unencumbered Cash, Ending	\$ 88,554.73	\$ 86,136.68		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Special Education Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Medicaid Reimbursement	\$ 72,903.97	\$ 19,850.88	\$ -	\$ 19,850.88
Early Childhood Fees	440.00	480.00	-	480.00
Federal Aid				
Special Education - Grants to States	117,725.00	114,265.00	119,853.00	(5,588.00)
Special Education - Grants to States Recovery Act	50,858.00	-	-	-
Special Education - Preschool Grants	7,690.00	7,680.00	-	7,680.00
Act	2,142.00	-	-	-
Interest	1,891.25	707.22	400.00	307.22
Operating Transfers	1,018,801.00	1,096,438.00	754,784.00	341,654.00
Total Cash Receipts	<u>1,272,451.22</u>	<u>1,239,421.10</u>	<u>\$ 875,037.00</u>	<u>\$ 364,384.10</u>
Expenditures				
Instruction	904,094.09	890,805.88	\$ 1,545,525.00	\$ (654,719.12)
General Administration	-	210.00	210.00	-
School Administration	87,332.54	88,208.47	97,001.00	(8,792.53)
Student Support Services	130,186.97	136,810.00	135,928.00	882.00
Instructional Support Staff	16,293.22	14,316.28	18,399.00	(4,082.72)
Vehicle Operating Services	77,756.41	96,257.24	175,418.00	(79,160.76)
Total Expenditures	<u>1,215,663.23</u>	<u>1,226,607.87</u>	<u>\$ 1,972,481.00</u>	<u>\$ (745,873.13)</u>
Receipts Over (Under) Expenditures	56,787.99	12,813.23		
Unencumbered Cash, Beginning	<u>1,040,656.01</u>	<u>1,097,444.00</u>		
Unencumbered Cash, Ending	<u>\$ 1,097,444.00</u>	<u>\$ 1,110,257.23</u>		

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Vocational Education Fund

Statement 3

## Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 320,962.45	\$ 263,276.36	\$ 329,000.00	\$ (65,723.64)
Expenditures				
Instruction	275,417.04	248,599.68	\$ 305,677.00	\$ (57,077.32)
Instructional Support Staff	4,417.09	6,213.80	5,700.00	513.80
School Administration	3,312.00	3,312.00	3,312.00	-
Operations and Maintenance	20,198.20	17,255.00	26,415.00	(9,160.00)
Other Supplemental Services	2,757.00	2,757.00	2,757.00	-
Total Expenditures	306,101.33	278,137.48	\$ 343,861.00	\$ (65,723.52)
Receipts Over (Under) Expenditures	14,861.12	(14,861.12)		
Unencumbered Cash, Beginning	-	14,861.12		
Unencumbered Cash, Ending	\$ 14,861.12	\$ -		

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



UNIFIED SCHOOL DISTRICT NO. 330  
 Eskridge, Kansas  
 Health Care Reserve Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Employee Contributions	\$ 235,413.95	\$ 251,703.14
Other Local Sources	13,189.15	4,478.21
Interest	737.27	309.82
Stop Loss	-	246,305.61
Operating Transfers	42,000.00	70,000.00
Total Cash Receipts	291,340.37	572,796.78
Expenditures	359,392.22	727,833.97
Receipts Over (Under) Expenditures	(68,051.85)	(155,037.19)
Unencumbered Cash, Beginning	377,881.27	309,829.42
Unencumbered Cash, Ending	\$ 309,829.42	\$ 154,792.23

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

KPERS Special Retirement Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State Aid				
KPERS Employer Contributions	\$ 237,508.49	\$ 385,177.84	\$ 432,264.00	\$ (47,086.16)
Expenditures				
KPERS Retirement	237,508.49	385,177.84	\$ 432,264.00	\$ (47,086.16)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

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

UNIFIED SCHOOL DISTRICT NO. 330  
 Eskridge, Kansas  
 Contingency Reserve Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers	\$ -	\$ -
Expenditures	-	41,246.60
Receipts Over (Under) Expenditures	-	(41,246.60)
Unencumbered Cash, Beginning	440,528.00	440,528.00
Unencumbered Cash, Ending	<u>\$ 440,528.00</u>	<u>\$ 399,281.40</u>

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Textbook Fund

## Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Fees	\$ 19,469.98	\$ 20,404.26
Expenditures	-	-
Receipts Over (Under) Expenditures	19,469.98	20,404.26
Unencumbered Cash, Beginning	36,895.42	56,365.40
Unencumbered Cash, Ending	<u>\$ 56,365.40</u>	<u>\$ 76,769.66</u>

## Carl Perkins Title I Fund

## Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Career and Technical Education - Basic Grants to States	\$ 14,434.00	\$ -
Expenditures		
Instruction	225.00	-
Instructional Support Services	13,542.58	-
General Administration	666.42	-
Federal Aid 2008-09 Returned	322.03	-
Total Expenditures	<u>14,756.03</u>	<u>-</u>
Receipts Over (Under) Expenditures	(322.03)	-
Unencumbered Cash, Beginning	322.03	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Title I Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Title I Grants to Local Education Agencies	\$ 75,567.00	\$ 78,704.00
Expenditures		
Instruction	62,927.23	55,576.05
Student Support Services	5,340.50	11,501.11
Instructional Support Services	5,658.27	4,393.18
General Administration	1,641.00	7,233.66
Total Expenditures	75,567.00	78,704.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

## Title I ARRA Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Title I Grants to Local Education Agencies Recovery Act	\$ 17,670.00	\$ -
Expenditures		
Instruction	15,733.00	-
Instructional Support Services	1,768.00	-
General Administration	169.00	-
Total Expenditures	17,670.00	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Title IIA Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Improving Teacher Quality State Grants	\$ 18,104.00	\$ 14,247.00
Expenditures		
Instruction	6,585.31	4,295.47
Instructional Support Service	11,125.69	9,672.53
General Administration	393.00	279.00
Total Expenditures	18,104.00	14,247.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

Title IID Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Education Technology State Grants	\$ 256.00	\$ -
Expenditures		
Instructional Support Services	256.00	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

## Title IID ARRA Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Education Technology State Grants Recovery Act	\$ 697.00	\$ -
Expenditures		
Instructional Support Services	697.00	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

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

UNIFIED SCHOOL DISTRICT NO. 330  
 Eskridge, Kansas  
 MVHS After School Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Grant	\$ -	\$ -
Expenditures		
Instructional Support Services	328.48	467.00
Receipts Over (Under) Expenditures	(328.48)	(467.00)
Unencumbered Cash, Beginning	837.68	509.20
Unencumbered Cash, Ending	<u>\$ 509.20</u>	<u>\$ 42.20</u>

SRSA Small Rural Schools Grant Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid		
Small Rural School Achievement Program	\$ 51,487.99	\$ 42,787.13
Expenditures		
Instruction	28,394.59	26,116.66
Instructional Support Services	19,985.88	16,176.42
Transportation	3,107.52	494.05
Total Expenditures	<u>51,487.99</u>	<u>42,787.13</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

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



UNIFIED SCHOOL DISTRICT NO. 330  
 Eskridge, Kansas  
 Earl Nor Starbird Library Grant Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest	\$ 217.80	\$ 84.85
Expenditures		
Library Services	-	-
Receipts Over (Under) Expenditures	217.80	84.85
Unencumbered Cash, Beginning	<u>160,723.63</u>	<u>160,941.43</u>
Unencumbered Cash, Ending	<u>\$ 160,941.43</u>	<u>\$ 161,026.28</u>

Gifts and Grants Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Gifts and Grants	\$ 4,684.51	\$ 3,776.00
Federal Aid		
School Preparedness	-	500.00
Total Cash Receipts	<u>4,684.51</u>	<u>4,276.00</u>
Expenditures	<u>9,361.76</u>	<u>5,037.93</u>
Receipts Over (Under) Expenditures	(4,677.25)	(761.93)
Unencumbered Cash, Beginning	<u>10,621.99</u>	<u>5,944.74</u>
Unencumbered Cash, Ending	<u>\$ 5,944.74</u>	<u>\$ 5,182.81</u>

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 3

Eskridge, Kansas

Bond and Interest Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Fiscal Year Ended June 30, 2012

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Ad Valorem Tax	\$ 364,163.07	\$ 379,457.39	\$ 365,135.00	\$ 14,322.39
Delinquent Tax	8,089.54	15,232.52	6,707.00	8,525.52
Motor Vehicle Tax	43,195.66	43,658.63	45,459.00	(1,800.37)
Recreational Vehicle Tax	795.49	755.48	832.00	(76.52)
State Aid				
School District Capital Improvement	104,155.00	91,764.00	85,622.00	6,142.00
Sale of Bond Proceed	2,518.46	5,440.21	-	5,440.21
Interest	969.32	466.37	400.00	66.37
Total Receipts	<u>523,886.54</u>	<u>536,774.60</u>	<u>\$ 504,155.00</u>	<u>\$ 32,619.60</u>
Expenditures				
Principal	240,000.00	300,000.00	\$ 300,000.00	\$ -
Interest	226,727.75	163,983.80	182,969.00	(18,985.20)
Commission & Postage	270.00	-	200.00	(200.00)
Total Expenditures	<u>466,997.75</u>	<u>463,983.80</u>	<u>\$ 483,169.00</u>	<u>\$ (19,185.20)</u>
Receipts Over (Under) Expenditures	56,888.79	72,790.80		
Unencumbered Cash, Beginning	<u>544,105.59</u>	<u>600,994.38</u>		
Unencumbered Cash, Ending	<u>\$ 600,994.38</u>	<u>\$ 673,785.18</u>		

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

UNIFIED SCHOOL DISTRICT NO. 330  
 Eskridge, Kansas  
 Non Expendable Trust - Bud Weems Memorial Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Memorial Donations	\$ 600.00	\$ -
Interest	14.05	7.28
Total Cash Receipts	614.05	7.28
Expenditures	1,000.00	1,000.00
Receipts Over (Under) Expenditures	(385.95)	(992.72)
Unencumbered Cash, Beginning	2,907.38	2,521.43
Unencumbered Cash, Ending	<u>\$ 2,521.43</u>	<u>\$ 1,528.71</u>

Nonexpendable Trust - Chase Hodges Memorial Fund  
 Statement of Cash Receipts and Expenditures - Statutory Basis  
 For the Fiscal Year Ended June 30, 2012  
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest	\$ 18.13	\$ 8.84
Expenditures	1,000.00	1,000.00
Receipts Over (Under) Expenditures	(981.87)	(991.16)
Unencumbered Cash, Beginning	5,901.88	4,920.01
Unencumbered Cash, Ending	<u>\$ 4,920.01</u>	<u>\$ 3,928.85</u>

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 4

Eskridge, Kansas

Agency Funds

Statement of Cash Receipts and Cash Disbursements - Statutory Basis  
For the Fiscal Year Ended June 30, 2012

Student Organizations Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Mission Valley Junior High School				
Just Say No Club	\$ 520.43	\$ 1.16	\$ -	\$ 521.59
Band	41.36	9.06	23.71	26.71
Class of 2015	551.34	0.20	551.54	0.00
Class of 2016	-	6,504.63	4,679.24	1,825.39
Elementary Activities	1,615.79	720.50	961.65	1,374.64
Junior High Activities	1,197.90	838.93	967.60	1,069.23
Media Center	495.77	2,821.73	2,489.28	828.22
YAR Account	144.47	-	144.47	-
Pep Club	382.22	0.87	-	383.09
Science Club	229.90	0.49	206.58	23.81
Subtotal Mission Valley Middle School	5,179.18	10,897.57	10,024.07	6,052.68
Mission Valley High School				
Class of 2011	723.56	-	723.56	-
Class of 2012	1,302.99	218.85	1,521.84	-
Class of 2013	27.05	8,719.83	6,420.85	2,326.03
Class of 2014	975.91	317.69	-	1,293.60
Class of 2015	-	1,183.11	100.00	1,083.11
Class of 2017	-	50.00	-	50.00
Art	188.18	0.39	-	188.57
Boys Basketball	107.40	749.22	585.40	271.22
Junior High Boys Basketball	1,204.97	976.57	483.88	1,697.66
Cheerleaders	734.68	9,140.21	9,576.91	297.98
Junior High Cheerleaders	3,786.70	8,049.77	11,748.68	87.79
Concessions	-	24,465.97	24,465.97	-
Concession Equipment	1,948.05	332.23	-	2,280.28
Drama	408.91	0.83	-	409.74
F.C.C.L.A.	514.20	5,092.78	5,121.44	485.54
F.F.A.	6,680.50	39,453.80	40,467.79	5,666.51
F.C.A.	262.70	4.54	-	267.24
Girls Basketball	807.38	3,283.18	3,074.56	1,016.00
Junior High Girls Basketball	423.81	186.83	243.66	366.98
Greenhouse	3,954.10	454.75	724.41	3,684.44
Head Hunters Club	1,477.82	3,387.07	3,179.23	1,685.66
Kays	1,076.27	1,077.09	1,536.17	617.19
Letterman's Club	938.89	1,627.43	1,973.72	592.60
Library	458.70	39.48	281.55	216.63
Music	997.72	6,518.76	6,524.29	992.19
MV Improvement	1,549.43	1,223.00	760.66	2,011.77
National Honor Society	423.68	442.03	667.00	198.71
Student Need Grant	564.19	-	25.00	539.19
Student Council	1,330.19	3,305.34	3,810.30	825.23
State Assessment	330.09	-	142.65	187.44

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

## UNIFIED SCHOOL DISTRICT NO. 330

Statement 4

Eskridge, Kansas

Agency Funds

Statement of Cash Receipts and Cash Disbursements - Statutory Basis  
For the Fiscal Year Ended June 30, 2012

Student Organizations Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Mission Valley High (Cont.)				
Baseball	\$ 263.71	\$ 1,468.94	\$ 1,732.58	\$ 0.07
Pep Club	169.49	0.36	-	169.85
SADD	539.42	222.71	350.00	412.13
Spanish Club	231.80	204.48	215.10	221.18
College Bowl	8.62	-	-	8.62
Drill Team	2,251.60	8,172.46	10,206.44	217.62
FBLA	100.87	411.96	236.73	276.10
Forensics	1,246.66	966.64	1,775.13	438.17
Industrial Arts Projects	1,292.47	2.66	-	1,295.13
Science Lab Fees	-	220.00	220.00	-
Power Lifting Club	300.73	0.62	-	301.35
Softball	1,284.45	1,082.19	2,156.80	209.84
Sport Posters	2,644.81	2,039.98	2,465.17	2,219.62
Track	150.24	1,352.92	1,255.20	247.96
Volleyball	1,019.09	4,395.25	3,468.41	1,945.93
Junior High Girls Volleyball	659.34	327.02	548.08	438.28
Junior High Football	1,736.50	852.82	1,334.71	1,254.61
Junior High Track	1.74	-	-	1.74
Wrestling	47.49	911.18	908.47	50.20
Subtotal Mission Valley High School	<u>47,147.10</u>	<u>142,932.94</u>	<u>151,032.34</u>	<u>39,047.70</u>
Total Student Organization Funds	<u>52,326.28</u>	<u>153,830.51</u>	<u>161,056.41</u>	<u>45,100.38</u>
Total Agency Funds	<u>\$ 52,326.28</u>	<u>\$ 153,830.51</u>	<u>\$ 161,056.41</u>	<u>\$ 45,100.38</u>

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

## UNIFIED SCHOOL DISTRICT NO. 330

Eskridge, Kansas

District Activity Funds

Statement 5

Summary of Cash Receipts, Expenditures, and Unencumbered Cash - Statutory Basis  
For the Fiscal Year Ended June 30, 2012

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Current Year Ending Cash Balance
Gate Receipts						
Mission Valley	\$ 3,730.49	\$ 23,718.24	\$ 23,040.02	\$ 4,408.71	\$ -	\$ 4,408.71
School Projects						
Mission Valley						
Student Pop	1,221.50	2.75	-	1,224.25	-	1,224.25
Calculator Rental	5,879.81	1,124.00	-	7,003.81	-	7,003.81
Annual	2,531.99	5,647.79	6,513.63	1,666.15	-	1,666.15
Vo Ag Projects	1,095.60	918.74	-	2,014.34	-	2,014.34
Pepsi	3,189.95	2,655.08	4,194.63	1,650.40	-	1,650.40
Subtotals School Projects	13,918.85	10,348.36	10,708.26	13,558.95	-	13,558.95
Total District Activity Funds	\$ 17,649.34	\$ 34,066.60	\$ 33,748.28	\$ 17,967.66	\$ -	\$ 17,967.66

UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2012

Note 1 Reporting Entity

Unified School District No. 330 is a municipal corporation governed by a citizen elected seven-member Board of Education.

Note 2 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 an expenditure would be charged in the fund from which the transfer is made.

The Government 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 Government 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 expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the municipality 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.

The financial statements include partial prior-year comparative information. Such information does not include all of the information required to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with Unified School District No. 330 financial statements for the fiscal year ended June 30, 2011, from which such partial information was derived.

UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas  
NOTES TO FINANCIAL STATEMENTS (Cont.)  
JUNE 30, 2012

Note 3 Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time.

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

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the Government 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.

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

Health Care Reserve Fund	Title I ARRA Fund	MVHS After School Fund
Contingency Reserve Fund	Title II-A Fund	SRSA Grant Fund
Textbook Fund	Title II-D Fund	Gifts and Grants Fund
Carl Perkins Title I Fund	Title II-D ARRA Fund	
Title I Fund	Earlnor Starbird Library Grant Fund	

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



UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas  
NOTES TO FINANCIAL STATEMENTS (Cont.)  
JUNE 30, 2012

Note 4 Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the Government. The statute requires banks eligible to hold the Government's funds have a main or branch bank in the county in which the Government 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 Government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government'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 Government has no investment policy that would further limit its investment choices.

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

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

*Deposits.* At June 30, 2012, the Government's carrying amount of deposits was \$4,252,095.87 and the bank balance was \$4,664,273.45. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$502,640.05 was covered by federal depository insurance, and the remaining \$4,161,633.40 was collateralized with securities held by the pledging financial institutions agents in the Government's name.

Note 5 Interfund Transfers

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General Fund	At-Risk Fund	K.S.A. 72-6428	\$ 212,814.00
General Fund	Bilingual Education Fund	K.S.A. 72-6428	750.00
General Fund	Capital Outlay Fund	K.S.A. 72-6428	101,048.30
General Fund	Special Education Fund	K.S.A. 72-6428	719,661.00
General Fund	Vocational Education Fund	K.S.A. 72-6428	263,276.36
General Fund	Special Education Fund	K.S.A. 72-6428	336,777.00
General Fund	Health Care Reserve Fund	K.S.A. 72-6428	70,000.00
General Fund	Drivers Education	K.S.A. 72-6428	1,000.00
General Fund	Food Service	K.S.A. 72-6428	5,000.00
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	40,000.00

UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas  
NOTES TO FINANCIAL STATEMENTS (Cont.)  
JUNE 30, 2012

Note 6 Defined Benefit Pension Plan

*Plan Description.* The Government contributes to the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et. Seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603-3869) or by calling 1-888-275-5737.

*Funding Policy.* K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary, or 6% if hired on or after July 1, 2009. 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 8.77% of covered payroll for the period July 1, 2011 to June 30, 2012. Included in this rate is the contribution for Group Death and Disability Insurance of 1.0%. These contribution requirements are established by KPERS and are periodically revised. For more information please see the KPERS website at [www.kpers.org](http://www.kpers.org).

The State of Kansas' contributions to KPERS for all school municipalities for the years ending June 30, 2012, 2011, and 2010 were \$314,466,992.90, \$253,834,044.00, and \$248,468,186.00 respectively, equal to the statutory required contributions each year.

Note 7 Compensated Absences

The Government provides compensation for absences. For an in depth understanding, the policy in its entirety should be reviewed.

Note 8 Other Post Employment Benefits

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

Effective July 1, 2009, eligible retiring teachers shall receive a monthly benefit equal to the benefit received by active teachers to be used for the district's group health insurance plan for a period of 3 years or until age 65, whichever occurs first. The retiring teacher must have been participating in the district's group health insurance plan for the two consecutive school years prior to the date of retirement in order to receive this payment. Retiring teachers must remain in the district's group health insurance plan in order to receive the benefit. A retired teacher who becomes employed by another employer that offers health insurance and is eligible for full insurance benefits can no longer receive the benefit from Unified School District No. 330. Board payment for health insurance will terminate after 3 years, at the death of the retired teacher or upon reaching age 65. During the fiscal year ended June 30, 2012, there were two participants in this plan and the local government paid \$7,130.00 in premiums for these retirees.

UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas  
NOTES TO FINANCIAL STATEMENTS (Cont.)  
JUNE 30, 2012

Note 8 Other Post Employment Benefits (Continued)

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

Note 9 Termination Benefits

The Government provides an early retirement program for certain eligible employees who have served at least five years in Unified School District No. 330 and are eligible for KPERs retirement benefits. Those eligible under this program will receive a one time retirement bonus of \$1,200.00. During the fiscal year ended June 30, 2012, there was one participant in this plan for a total payment of \$1,200.00.

Note 10 Subsequent Events

The Government's management has evaluated events and transactions occurring after July 1, 2012 through August 24, 2012. The aforementioned date represents the date the financial statements were available to be issued.

Note 11 Refunding Bond

On October 25, 2011, the District issued \$2,125,000.00 in General Obligation Refunding Bonds, with an average coupon rate of 3.07% due September 1, 2024. All of the bond was used to refund \$2,120,000.00 of outstanding 2002 Series bonds with an average interest rate of 4.00%. The District completed the advance refunding to reduce its total debt service payments by \$120,415.93, and to obtain an economic gain (difference between the present values of the old and new debt service payments) of \$92,513.74.

Note 12 Compliance With Statutes

K.S.A. 10-1113 requires that each fund comply with the cash-basis laws of the State of Kansas. No commitments or indebtedness should be incurred unless there is available cash in the fund. K.S.A. 10-116A exempts expenditures by school districts that are in excess of current revenues if the deficit in revenues is caused by the late distribution of state aid.

The General and Supplemental General Funds expenditures exceeded the fund balance due to the final June state aid payment for the fiscal year ended June 30, 2012 being disbursed by the State of Kansas in July 2012. The June state aid payment received in July 2012 was \$279,340.00 for the General Fund and \$20,283.00 for the Supplemental General Fund.

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) require the school district to record any payment of general state aid that is due to be paid during the month of June and is paid to the school district after June 30, as a receipt for the school year ending on June 30. The following two pages show the revenue as required by these Statutes.

NOTES TO FINANCIAL STATEMENTS (Cont.)

June 30, 2012

Note 12 Compliance with Statutes (Cont.)

Statutory Revenue and Expenditures - Statutory and Budget  
For the Fiscal Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

	General Fund		Current Year	
	Prior Year Statutory Transactions	Statutory Transactions	Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 543,128.28	\$ 568,461.23	\$ 543,863.00	\$ 24,598.23
Delinquent	11,447.12	19,814.19	9,979.00	9,835.19
Mineral Tax	478.06	506.21	300.00	206.21
State Aid				
General State Aid	2,691,339.00	2,682,577.00	2,719,011.00	(36,434.00)
Special Education Services Aid	673,801.00	719,661.00	719,661.00	-
Federal Aid				
State Fiscal Stabilization Fund - Education State Grants Recovery Act	199,090.00	1,794.00	-	1,794.00
Total Cash Receipts	<u>4,119,283.46</u>	<u>3,992,813.63</u>	<u>\$ 3,992,814.00</u>	<u>\$ (0.37)</u>
Expenditures				
Instruction	1,676,581.40	1,602,444.49	\$ 1,926,655.00	\$ (324,210.51)
Student Support Services	81,176.36	73,656.05	84,532.00	(10,875.95)
Instructional Support Services	137,839.68	9,890.08	6,750.00	3,140.08
General Administration	-	-	5,358.00	(5,358.00)
School Administration	293,494.20	261,870.89	322,048.00	(60,177.11)
Operations and Maintenance	-	18,593.36	-	18,593.36
Transportation	315,049.11	316,032.47	385,209.00	(69,176.53)
Operating Transfers	1,615,142.25	1,710,326.66	1,262,262.00	448,064.66
Legal General Fund Budget	<u>4,119,283.00</u>	<u>3,992,814.00</u>	<u>\$ 3,992,814.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	0.46	(0.37)		
Unencumbered Cash, Beginning	<u>-</u>	<u>0.46</u>		
Unencumbered Cash, Ending	<u>\$ 0.46</u>	<u>\$ 0.09</u>		

NOTES TO FINANCIAL STATEMENTS (Cont.)  
June 30, 2012

Note 11 Compliance with Statutes (Cont.)

Statutory Revenue and Expenditures - Statutory and Budget  
For the Fiscal Year Ended June 30, 2012  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2011)

Supplemental General Fund

	Prior Year Statutory Transactions	Current Year		
		Statutory Transactions	Budget	Variance Over (Under)
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 595,148.05	\$ 663,936.69	\$ 700,402.00	\$ (36,465.31)
Delinquent	12,354.25	22,688.85	10,961.00	11,727.85
Motor Vehicle	74,848.85	71,197.65	74,145.00	(2,947.35)
Recreational Vehicle	1,377.17	1,231.96	1,359.00	(127.04)
State Aid				
Supplemental General State Aid	369,938.00	345,605.00	333,161.00	12,444.00
Total Cash Receipts	<u>1,053,666.32</u>	<u>1,104,660.15</u>	<u>\$ 1,120,028.00</u>	<u>\$ (15,367.85)</u>
Expenditures				
Instructional Support Services	-	131,587.21	\$ 141,250.00	\$ (9,662.79)
General Administration	181,710.05	188,787.01	211,089.00	(22,301.99)
Operations and Maintenance	603,086.82	622,138.26	581,014.00	41,124.26
Other Supplemental Service	78,442.93	82,487.52	91,647.00	(9,159.48)
Operating Transfers	<u>201,760.20</u>	<u>40,000.00</u>	<u>40,000.00</u>	<u>-</u>
Total Expenditures	<u>1,065,000.00</u>	<u>1,065,000.00</u>	<u>\$ 1,065,000.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(11,333.68)	39,660.15		
Unencumbered Cash, Beginning	<u>46,891.58</u>	<u>35,557.90</u>		
Unencumbered Cash, Ending	<u>\$ 35,557.90</u>	<u>\$ 75,218.05</u>		

UNIFIED SCHOOL DISTRICT NO. 330  
Eskridge, Kansas  
NOTES TO FINANCIAL STATEMENTS (Cont.)  
June 30, 2012

Note 13 Long-Term Debt (Cont.)

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
Series 2002	4.0%/6.0%	12/27/2002	\$ 6,820,000.00	9/1/2024	\$ 5,610,000.00	\$ -	\$ 5,610,000.00	\$ -	\$ -	\$ -
Series 2010	2.6875%	9/3/2010	3,380,000.00	9/1/2020	3,380,000.00	-	45,000.00	-	3,335,000.00	90,518.76
Series 2011 - Refunding	4.0000%	10/25/2011	2,125,000.00	9/1/2024	-	2,125,000.00	-	-	2,125,000.00	23,415.00
					<u>8,990,000.00</u>	<u>2,125,000.00</u>	<u>5,655,000.00</u>	<u>-</u>	<u>5,460,000.00</u>	<u>113,933.76</u>
Capital Leases										
Blue Bird Bus Lease	3.75%	12/31/2008	83,849.00	12/31/2011	23,655.52	-	23,655.52	-	-	2,756.48
Total Contractual Indebtedness					<u>9,013,655.52</u>	<u>2,125,000.00</u>	<u>5,678,655.52</u>	<u>-</u>	<u>5,460,000.00</u>	<u>116,690.24</u>
Compensated Absences					<u>498,563.78</u>	<u>-</u>	<u>-</u>	<u>36.09</u>	<u>498,599.87</u>	<u>-</u>
Total Long-Term Debt					<u>\$ 9,512,219.30</u>	<u>\$ 2,125,000.00</u>	<u>\$ 5,678,655.52</u>	<u>\$ 36.09</u>	<u>\$ 5,958,599.87</u>	<u>\$ 116,690.24</u>

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

	Year							
	2013	2014	2015	2016	2017	2018-2022	2023-2026	Total
Principal:								
General Obligation Bonds								
Series 2010	\$ 325,000.00	\$ 325,000.00	\$ 335,000.00	\$ 345,000.00	\$ 360,000.00	\$ 1,645,000.00	\$ -	\$ 3,335,000.00
Series 2011 - Refunding	25,000.00	15,000.00	15,000.00	15,000.00	15,000.00	520,000.00	1,520,000.00	2,125,000.00
Total Principal	<u>\$ 350,000.00</u>	<u>\$ 340,000.00</u>	<u>\$ 350,000.00</u>	<u>\$ 360,000.00</u>	<u>\$ 375,000.00</u>	<u>\$ 2,165,000.00</u>	<u>\$ 1,520,000.00</u>	<u>\$ 5,460,000.00</u>
Interest:								
General Obligation Bonds								
Series 2010	\$ 86,593.76	\$ 79,890.63	\$ 72,668.75	\$ 64,803.13	\$ 55,306.26	\$ 104,171.91	\$ -	\$ 463,434.44
Series 2011 - Refunding	66,650.00	66,306.25	66,118.75	65,931.25	65,743.75	316,637.50	75,562.50	722,950.00
Total Interest	<u>153,243.76</u>	<u>146,196.88</u>	<u>138,787.50</u>	<u>130,734.38</u>	<u>121,050.01</u>	<u>420,809.41</u>	<u>75,562.50</u>	<u>1,186,384.44</u>
Total Principal and Interest	<u>\$ 503,243.76</u>	<u>\$ 486,196.88</u>	<u>\$ 488,787.50</u>	<u>\$ 490,734.38</u>	<u>\$ 496,050.01</u>	<u>\$ 2,585,809.41</u>	<u>\$ 1,595,562.50</u>	<u>\$ 6,646,384.44</u>