

UNIFIED SCHOOL DISTRICT NO. 458
Basehor, 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. 458
Basehor, Kansas

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

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UNIFIED SCHOOL DISTRICT NO. 458
Basehor, 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. 458
Basehor, Kansas

We have audited the accompanying financial statements of Unified School District No. 458, 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. 458'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. 458's financial statements and, in our report dated January 2, 2012, 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 *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. 458 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. 458, 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. 458 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. 458 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. 458's financial statements for the year ended June 30, 2011, from which such partial information was derived.

Clubine and Rettele, Chartered

Salina, Kansas
September 12, 2012

Unified School District No. 458

Statement 1

Basehor, Kansas

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

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:						
General Funds						
* General	\$ (657,060.93)	\$ 12,168,972.38	\$ 12,142,456.45	\$ (630,545.00)	\$ 129,946.15	\$ (500,598.85)
* Supplemental General	60,360.54	4,285,088.28	4,104,654.54	240,794.28	35,994.78	276,789.06
Special Revenue Funds						
At Risk	-	550,000.00	550,000.00	-	-	-
Bilingual Education	-	28,904.77	28,904.77	-	-	-
Virtual Education	62,102.56	1,100,000.00	1,148,480.44	13,622.12	970.00	14,592.12
Capital Outlay	1,019,637.34	575,633.98	604,716.59	990,554.73	14,335.46	1,004,890.19
Driver Training	15,295.56	14,683.00	10,497.95	19,480.61	-	19,480.61
Food Service	67,736.94	900,628.78	935,248.44	33,117.28	-	33,117.28
Professional Development	54,610.95	20,000.00	10,751.00	63,859.95	-	63,859.95
Parent Education	12,476.53	68,125.00	69,662.06	10,939.47	469.16	11,408.63
Special Education	460,782.13	2,415,058.00	2,327,609.81	548,230.32	-	548,230.32
Vocational Education	103,478.11	279,160.79	220,715.64	161,923.26	3,188.00	165,111.26
KPERS Special Retirement	-	963,690.66	963,690.66	-	-	-
Contingency Reserve	1,010,889.69	79,707.96	-	1,090,597.65	-	1,090,597.65
Drug Free Education Fund	-	-	-	-	-	-
Student Material Revolving	286,212.14	640,387.36	762,116.76	164,482.74	-	164,482.74
Title I	-	126,046.00	126,046.00	-	-	-
Title II	-	29,840.00	29,840.00	-	-	-
Kelc Grant	(1,005.35)	10,709.00	10,812.05	(1,108.40)	-	(1,108.40)
District Activity Funds	52,789.53	359,917.87	356,344.87	56,362.53	-	56,362.53
Capital Project Funds						
Bond Construction	1,005,048.61	64.47	934,027.43	71,085.65	113,196.49	184,282.14
Debt Service Funds						
Bond and Interest	<u>2,064,377.80</u>	<u>3,817,947.13</u>	<u>3,454,243.76</u>	<u>2,428,081.17</u>	<u>-</u>	<u>2,428,081.17</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 5,617,732.15</u>	<u>\$ 28,434,565.43</u>	<u>\$ 28,790,819.22</u>	<u>\$ 5,261,478.36</u>	<u>\$ 298,100.04</u>	<u>\$ 5,559,578.40</u>
Composition of Cash:				Checking Accounts		\$ 5,676,905.01
				Investments		-
* General Funds presented per Kansas Municipal Audit Guide. For statutory basis presentation of these funds see Note #11.				Total Cash		5,676,905.01
				Agency Funds per Statement 4		(117,326.61)
				Total Reporting Entity (Excluding Agency Funds)		<u>\$ 5,559,578.40</u>

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

Unified School District No. 458
Basehor, 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	\$ 12,136,556.00	\$ (88,452.00)	\$ 172,598.46	\$ 12,220,702.46	\$ 12,142,456.45	\$ (78,246.01)
Supplemental General	4,135,775.00	(31,120.00)	-	4,104,655.00	4,104,654.54	(0.46)
Special Revenue Funds						
At Risk	550,000.00	-	-	550,000.00	550,000.00	-
Bilingual Education	30,300.00	-	-	30,300.00	28,904.77	(1,395.23)
Virtual Education	1,262,102.00	-	-	1,262,102.00	1,148,480.44	(113,621.56)
Capital Outlay	1,473,624.00	-	-	1,473,624.00	604,716.59	(868,907.41)
Driver Training	29,736.00	-	-	29,736.00	10,497.95	(19,238.05)
Food Service	1,052,891.00	-	-	1,052,891.00	935,248.44	(117,642.56)
Professional Development	74,611.00	-	-	74,611.00	10,751.00	(63,860.00)
Parent Education	82,902.00	-	-	82,902.00	69,662.06	(13,239.94)
Special Education	2,954,017.00	-	-	2,954,017.00	2,327,609.81	(626,407.19)
Vocational Education	378,478.00	-	-	378,478.00	220,715.64	(157,762.36)
KPERS Special Retirement	1,038,920.00	-	-	1,038,920.00	963,690.66	(75,229.34)
Debt Service Funds						
Bond and Interest	3,454,246.00	-	-	3,454,246.00	3,454,243.76	(2.24)

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

Unified School District No. 458
Basehor, Kansas
General Fund

Statement 3

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	\$ 2,265,985.65	\$ 2,278,738.87	\$ 2,153,793.00	\$ 124,945.87
Delinquent Tax	89,467.20	137,443.63	49,128.00	88,315.63
Mineral Tax	4.01	5.42	-	5.42
State Aid:				
General State Aid	7,825,756.00	7,947,415.00	8,228,298.00	(280,883.00)
Special Education Services Aid	1,437,238.00	1,565,058.00	1,643,235.00	(78,177.00)
Federal Aid:				
SFSF Education State Grants, Recovery Act	211,981.00	-	-	-
Education Jobs Fund	371,178.00	5,611.00	-	5,611.00
Reimbursements and Other	139,731.93	172,598.46	-	172,598.46
Operating Transfers	-	62,102.00	62,102.00	-
Total Cash Receipts	<u>12,341,341.79</u>	<u>12,168,972.38</u>	<u>\$ 12,136,556.00</u>	<u>\$ 32,416.38</u>
Expenditures				
Instruction	4,599,423.71	5,653,140.57	\$ 5,231,502.00	\$ 421,638.57
ARRA Stabilization Salaries	211,981.00	-	-	-
Education Jobs Fund Salary	371,178.00	5,611.00	-	5,611.00
Student Support Services	697,313.11	399,413.43	399,230.00	183.43
Instructional Support Staff	-	263,878.84	313,574.00	(49,695.16)
General Administration	244,188.43	213,506.02	244,006.00	(30,499.98)
School Administration	1,301,182.28	945,897.02	981,969.00	(36,071.98)
Other Supplemental Service	-	301,289.54	355,610.00	(54,320.46)
Operations and Maintenance	936,500.41	1,169,061.68	787,130.00	381,931.68
Transportation	-	40,541.50	230,000.00	(189,458.50)
Operating Transfers	3,989,751.78	3,150,116.85	3,593,535.00	(443,418.15)
Adjustment to Comply with Legal Max	-	-	(88,452.00)	88,452.00
Legal General Fund Budget	12,351,518.72	12,142,456.45	12,048,104.00	94,352.45
Adjustment for Qualifying Budget Credits	-	-	172,598.46	(172,598.46)
Total Expenditures	<u>12,351,518.72</u>	<u>12,142,456.45</u>	<u>\$ 12,220,702.46</u>	<u>\$ (78,246.01)</u>
Receipts Over (Under) Expenditures	(10,176.93)	26,515.93		
Unencumbered Cash, Beginning	<u>(646,884.00)</u>	<u>(657,060.93)</u>		
Unencumbered Cash, Ending	<u>\$ (657,060.93)</u>	<u>\$ (630,545.00)</u>		

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

Unified School District No. 458

Statement 3

Basehor, 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	\$ 2,311,633.34	\$ 2,349,462.13	\$ 2,478,313.00	\$ (128,850.87)
Delinquent Tax	75,025.70	119,614.90	50,346.00	69,268.90
Motor Vehicle Tax	280,768.21	297,951.09	351,321.00	(53,369.91)
RV Tax	5,134.29	5,281.16	6,311.00	(1,029.84)
State Aid:				
Supplemental General State Aid	1,523,421.00	1,512,779.00	1,469,536.00	43,243.00
Total Cash Receipts	<u>4,195,982.54</u>	<u>4,285,088.28</u>	<u>\$ 4,355,827.00</u>	<u>\$ (70,738.72)</u>
Expenditures				
Instruction	779,203.16	628,953.67	\$ 781,493.00	\$ (152,539.33)
Student Support Services	30,409.68	30,145.22	32,000.00	(1,854.78)
Instructional Support Services	22,037.00	26,530.48	24,000.00	2,530.48
General Administration	45,842.01	29,539.63	48,500.00	(18,960.37)
School Administration	131,107.90	91,523.64	119,350.00	(27,826.36)
Other Supplemental Service	-	16,768.22	-	16,768.22
Operations and Maintenance	1,290,405.69	1,097,656.84	1,286,500.00	(188,843.16)
Vehicle Operating Services	577,338.65	661,941.87	600,432.00	61,509.87
Other Support Services	31,475.91	30,541.09	46,000.00	(15,458.91)
Operating Transfers	1,197,500.00	1,491,053.88	1,197,500.00	293,553.88
Adjustment to Comply with Legal Max	-	-	(31,120.00)	31,120.00
Legal Supplemental General Fund Budget	<u>\$ 4,105,320.00</u>	<u>\$ 4,104,654.54</u>	<u>\$ 4,104,655.00</u>	<u>\$ (0.46)</u>
Receipts Over (Under) Expenditures	90,662.54	180,433.74		
Unencumbered Cash, Beginning	<u>(30,302.00)</u>	<u>60,360.54</u>		
Unencumbered Cash, Ending	<u>\$ 60,360.54</u>	<u>\$ 240,794.28</u>		

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

Unified School District No. 458

Statement 3

Basehor, Kansas

At Risk 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				
Operating Transfers	\$ 539,783.43	\$ 550,000.00	\$ 550,000.00	\$ -
Expenditures				
Instruction	539,783.43	550,000.00	\$ 550,000.00	\$ -
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. 458

Statement 3

Basehor, Kansas

Bilingual 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				
Operating Transfers	\$ 28,427.20	\$ 28,904.77	<u>\$ 30,300.00</u>	<u>\$ (1,395.23)</u>
Expenditures				
Instruction	<u>28,427.20</u>	<u>28,904.77</u>	<u>\$ 30,300.00</u>	<u>\$ (1,395.23)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

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

Unified School District No. 458

Statement 3

Basehor, Kansas

Virtual Education 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				
Operating Transfers	\$ 1,154,303.15	\$ 1,100,000.00	<u>\$ 1,262,102.00</u>	<u>\$ (162,102.00)</u>
Expenditures				
Instruction	795,604.12	798,680.40	\$ 899,852.00	\$ (101,171.60)
Student Support Services	35,371.00	30,236.00	35,803.00	(5,567.00)
Instructional Support Services	16,223.00	19,610.00	16,178.00	3,432.00
School Administration	188,630.47	190,799.04	191,938.00	(1,138.96)
Business	56,372.00	47,053.00	56,229.00	(9,176.00)
Operating Transfers	-	62,102.00	62,102.00	-
Total Expenditures	<u>1,092,200.59</u>	<u>1,148,480.44</u>	<u>\$ 1,262,102.00</u>	<u>\$ (113,621.56)</u>
Receipts Over (Under) Expenditures	62,102.56	(48,480.44)		
Unencumbered Cash, Beginning	-	<u>62,102.56</u>		
Unencumbered Cash, Ending	<u>\$ 62,102.56</u>	<u>\$ 13,622.12</u>		

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

Unified School District No. 458

Statement 3

Basehor, 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	\$ 269,592.54	\$ 314,337.70	\$ 331,908.00	\$ (17,570.30)
Delinquent	16,754.32	22,955.96	8,781.00	14,174.96
Motor Vehicle Tax	92,474.51	35,894.46	61,337.00	(25,442.54)
RV Tax	1,672.12	634.05	1,101.00	(466.95)
Reimbursements	198,504.21	23,119.97	-	23,119.97
Other	142,301.71	-	85,000.00	(85,000.00)
Interest	18,788.17	28,691.84	25,000.00	3,691.84
Operating Transfers	250,000.00	150,000.00	150,000.00	-
Total Cash Receipts	<u>990,087.58</u>	<u>575,633.98</u>	<u>\$ 663,127.00</u>	<u>\$ (87,493.02)</u>
Expenditures				
Instruction	256,736.72	115,827.00	\$ 500,000.00	\$ (384,173.00)
Instructional Support Staff	-	-	200,000.00	(200,000.00)
Operations and Maintenance	-	22,428.12	174,001.00	(151,572.88)
Site Improvement	-	363,002.44	500,000.00	(136,997.56)
Architectural and Engineering Services	(58,745.47)	-	-	-
New Building Acquisition and Construction	114,261.14	-	-	-
Repair-Remodeling Buildings	488,250.08	-	-	-
Debt Service:				
Comission	-	250.00	-	250.00
Interest	32,422.50	18,209.03	29,623.00	(11,413.97)
Principal	70,000.00	85,000.00	70,000.00	15,000.00
Total Expenditures	<u>902,924.97</u>	<u>604,716.59</u>	<u>\$ 1,473,624.00</u>	<u>\$ (868,907.41)</u>
Receipts Over (Under) Expenditures	87,162.61	(29,082.61)		
Unencumbered Cash, Beginning	<u>932,474.73</u>	<u>1,019,637.34</u>		
Unencumbered Cash, Ending	<u>\$ 1,019,637.34</u>	<u>\$ 990,554.73</u>		

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

Unified School District No. 458

Statement 3

Basehor, 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	\$ 2,886.00	\$ 2,860.00	\$ 4,440.00	\$ (1,580.00)
Student Fees	7,700.00	11,823.00	10,000.00	1,823.00
Total Cash Receipts	<u>10,586.00</u>	<u>14,683.00</u>	<u>\$ 14,440.00</u>	<u>\$ 243.00</u>
Expenditures				
Instruction	5,929.26	8,895.98	\$ 27,236.00	\$ (18,340.02)
Vehicle Operations and Maintenance	1,281.51	1,601.97	2,500.00	(898.03)
Total Expenditures	<u>7,210.77</u>	<u>10,497.95</u>	<u>\$ 29,736.00</u>	<u>\$ (19,238.05)</u>
Receipts Over (Under) Expenditures	3,375.23	4,185.05		
Unencumbered Cash, Beginning	<u>11,920.33</u>	<u>15,295.56</u>		
Unencumbered Cash, Ending	<u>\$ 15,295.56</u>	<u>\$ 19,480.61</u>		

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

Unified School District No. 458

Statement 3

Basehor, 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)

	Current Year			Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
State Aid:				
Food Service Aid	\$ 5,834.49	\$ 6,764.70	\$ 6,335.00	\$ 429.70
Federal Aid:				
Food Service Aid	175,894.86	244,221.50	215,919.00	28,302.50
Team Nutrition Training Grant	1,590.00	1,920.00	-	1,920.00
Local Receipts	586,376.49	647,547.08	712,900.00	(65,352.92)
Other	602.70	175.50	-	175.50
Operating Transfers	50,000.00	-	50,000.00	(50,000.00)
Total Cash Receipts	<u>820,298.54</u>	<u>900,628.78</u>	<u>\$ 985,154.00</u>	<u>\$ (84,525.22)</u>
Team Nutrition Grants				
Expenditures				
Operations and Maintenance	25,143.51	3,307.96	\$ 63,500.00	\$ (60,192.04)
Food Service Operation	<u>836,389.55</u>	<u>931,940.48</u>	<u>989,391.00</u>	<u>(57,450.52)</u>
Total Expenditures	<u>861,533.06</u>	<u>935,248.44</u>	<u>\$ 1,052,891.00</u>	<u>\$ (117,642.56)</u>
Receipts Over (Under) Expenditures	(41,234.52)	(34,619.66)		
Unencumbered Cash, Beginning	<u>108,971.46</u>	<u>67,736.94</u>		
Unencumbered Cash, Ending	<u>\$ 67,736.94</u>	<u>\$ 33,117.28</u>		

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

Unified School District No. 458

Statement 3

Basehor, Kansas

Professional Development 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				
Operating Transfers	\$ 30,000.00	\$ 20,000.00	<u>\$ 20,000.00</u>	<u>\$ -</u>
Expenditures				
Instructional Support Services	<u>18,136.55</u>	<u>10,751.00</u>	<u>\$ 74,611.00</u>	<u>\$ (63,860.00)</u>
Receipts Over (Under) Expenditures	11,863.45	9,249.00		
Unencumbered Cash, Beginning	<u>42,747.50</u>	<u>54,610.95</u>		
Unencumbered Cash, Ending	<u>\$ 54,610.95</u>	<u>\$ 63,859.95</u>		

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

Unified School District No. 458

Statement 3

Basehor, Kansas

Parent 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				
Reimbursements	\$ 3,050.00	\$ 2,700.00	\$ 5,000.00	\$ (2,300.00)
State Aid:				
Parent Education Program	35,294.00	42,925.00	42,925.00	-
Operating Transfers	<u>22,500.00</u>	<u>22,500.00</u>	<u>22,500.00</u>	-
Total Receipts	60,844.00	68,125.00	<u>\$ 70,425.00</u>	<u>\$ (2,300.00)</u>
Expenditures				
Instructional Support Staff	<u>58,857.60</u>	<u>69,662.06</u>	<u>\$ 82,902.00</u>	<u>\$ (13,239.94)</u>
Receipts Over (Under) Expenditures	1,986.40	(1,537.06)		
Unencumbered Cash, Beginning	<u>10,490.13</u>	<u>12,476.53</u>		
Unencumbered Cash, Ending	<u>\$ 12,476.53</u>	<u>\$ 10,939.47</u>		

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

Unified School District No. 458

Statement 3

Basehor, 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				
Operating Transfers	\$ 2,287,238.00	\$ 2,415,058.00	\$ 2,493,235.00	\$ (78,177.00)
Expenditures				
Instruction	1,955,266.25	2,105,760.00	\$ 2,725,227.00	\$ (619,467.00)
Vehicle Operating Services	213,244.98	221,849.81	228,790.00	(6,940.19)
Total Expenditures	<u>2,168,511.23</u>	<u>2,327,609.81</u>	<u>\$ 2,954,017.00</u>	<u>\$ (626,407.19)</u>
Receipts Over (Under) Expenditures	118,726.77	87,448.19		
Unencumbered Cash, Beginning	<u>342,055.36</u>	<u>460,782.13</u>		
Unencumbered Cash, Ending	<u>\$ 460,782.13</u>	<u>\$ 548,230.32</u>		

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

Unified School District No. 458
Basehor, Kansas

Statement 3

Vocational 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				
Technology Prep-Aid - Reserve	\$ 14,920.00	\$ -	\$ -	\$ -
Other	-	4,160.79	-	4,160.79
Operating Transfers	<u>275,000.00</u>	<u>275,000.00</u>	<u>275,000.00</u>	-
Total Receipts	<u>289,920.00</u>	<u>279,160.79</u>	<u>\$ 275,000.00</u>	<u>\$ 4,160.79</u>
Expenditures				
Instruction	256,322.03	220,602.24	\$ 378,478.00	\$ (157,875.76)
Federal Aid Refunded:				
Vocational Education - Basic Grants to States	<u>25.00</u>	<u>113.40</u>	<u>-</u>	<u>113.40</u>
Total Expenditures	<u>256,347.03</u>	<u>220,715.64</u>	<u>\$ 378,478.00</u>	<u>\$ (157,762.36)</u>
Receipts Over (Under) Expenditures	33,572.97	58,445.15		
Unencumbered Cash, Beginning	<u>69,905.14</u>	<u>103,478.11</u>		
Unencumbered Cash, Ending	<u>\$ 103,478.11</u>	<u>\$ 161,923.26</u>		

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

Unified School District No. 458
Basehor, Kansas
KPERS Special Retirement
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)

Statement 3

		Current Year		Variance
	Prior Year			Over
	Actual	Actual	Budget	(Under)
Cash Receipts				
State Aid:				
KPERS Employer Contributions	\$ 570,835.43	\$ 963,690.66	\$ 1,038,920.00	\$ (75,229.34)
Expenditures				
Contributions to KPERS	570,835.43	963,690.66	\$ 1,038,920.00	\$ (75,229.34)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

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)

	Prior Year	Current
	Actual	Year
		Actual
Cash Receipts		
Operating Transfers	\$ 550,000.00	\$ 79,707.96
Expenditures	-	-
Receipts Over (Under) Expenditures	550,000.00	79,707.96
Unencumbered Cash, Beginning	460,889.69	1,010,889.69
Unencumbered Cash, Ending	\$ 1,010,889.69	\$ 1,090,597.65

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

Unified School District No. 458
Basehor, Kansas
Drug Free Education 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:		
Safe and Drug Free Schools and Communities	\$ 4,456.00	\$ -
School Preparedness	<u>1,000.00</u>	<u>-</u>
Total Cash Receipts	5,456.00	-
Expenditures		
Instruction	<u>5,456.00</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

Student Material Revolving 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 and Other	\$ 584,542.80	\$ 640,387.36
Expenditures		
Materials and Supplies	<u>479,891.01</u>	<u>762,116.76</u>
Receipts Over (Under) Expenditures	104,651.79	(121,729.40)
Unencumbered Cash, Beginning	<u>181,560.35</u>	<u>286,212.14</u>
Unencumbered Cash, Ending	<u>\$ 286,212.14</u>	<u>\$ 164,482.74</u>

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

Unified School District No. 458

Statement 3

Basehor, 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)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid:		
Title I Grants to Local Education Agencies	\$ 117,358.00	\$ 126,046.00
Title I Grants to Local Education Agencies, Recovery Act	32,410.00	-
Total Cash Receipts	149,768.00	126,046.00
Expenditures		
Instruction	149,768.00	126,046.00
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

Title II 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:		
Improving Teacher Quality - State Grants	\$ 39,655.00	\$ 29,840.00
Expenditures		
Instruction	39,655.00	29,840.00
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. 458
Basehor, Kansas
Kelc 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		
Grant Proceeds	\$ 11,130.00	\$ 10,709.00
Expenditures		
Instruction	<u>10,514.57</u>	<u>10,812.05</u>
Receipts Over (Under) Expenditures	615.43	(103.05)
Unencumbered Cash, Beginning	<u>(1,620.78)</u>	<u>(1,005.35)</u>
Unencumbered Cash, Ending	<u>\$ (1,005.35)</u>	<u>\$ (1,108.40)</u>

Bond Construction 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	\$ 3,008.60	\$ 64.47
Expenditures		
Project Expenditures	<u>1,528,863.85</u>	<u>934,027.43</u>
Receipts Over (Under) Expenditures	(1,525,855.25)	(933,962.96)
Unencumbered Cash, Beginning	<u>2,530,903.86</u>	<u>1,005,048.61</u>
Unencumbered Cash, Ending	<u>\$ 1,005,048.61</u>	<u>\$ 71,085.65</u>

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

Unified School District No. 458

Statement 3

Basehor, 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				
Taxes and shared Revenue:				
Ad Valorem Property Tax	\$ 2,468,695.94	\$ 2,475,471.97	\$ 2,333,662.00	\$ 141,809.97
Delinquent	80,567.68	123,002.83	53,127.00	69,875.83
Motor Vehicle Tax	314,468.35	383,745.34	370,698.00	13,047.34
RV Tax	5,780.79	6,707.99	6,660.00	47.99
State Aid:				
School District Capital Improvement	794,248.00	829,019.00	829,019.00	-
Total Cash Receipts	<u>3,663,760.76</u>	<u>3,817,947.13</u>	<u>\$ 3,593,166.00</u>	<u>\$ 224,781.13</u>
Expenditures				
Bond Principal	1,075,000.00	1,170,000.00	\$ 1,170,000.00	\$ -
Bond Interest	2,373,189.03	2,284,243.76	2,284,246.00	(2.24)
Total Expenditures	<u>3,448,189.03</u>	<u>3,454,243.76</u>	<u>\$ 3,454,246.00</u>	<u>\$ (2.24)</u>
Receipts Over (Under) Expenditures	215,571.73	363,703.37		
Unencumbered Cash, Beginning	<u>1,848,806.07</u>	<u>2,064,377.80</u>		
Unencumbered Cash, Ending	<u>\$ 2,064,377.80</u>	<u>\$ 2,428,081.17</u>		

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

Unified School District No. 458
Basehor, Kansas
Agency Funds
Statement of Cash Receipts and Cash Disbursements - Statutory Basis
For the Fiscal Year Ended June 30, 2012

Statement 4

<u>Student Organization Funds</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Basehor-Linwood High School				
Agenda	\$ -	\$ 3,167.35	\$ 3,167.35	\$ -
Art and Art Club	-	4,322.00	4,322.00	-
Band and Band Trip	528.65	21,314.25	16,894.92	4,947.98
BLEF Grant	500.00	-	-	500.00
Cheerleaders	4,935.59	12,081.22	14,816.48	2,200.33
Chorus	7,331.06	44,131.21	50,049.93	1,412.34
Chorus Grant	305.58	-	305.58	-
Class of 2010	451.40	-	451.40	-
Class of 2011	1,412.47	-	1,412.47	-
Class of 2012	4,621.27	14,898.91	17,021.67	2,498.51
Class of 2013	2,228.95	10,976.56	10,056.87	3,148.64
Class of 2014	1,354.00	1,490.00	285.91	2,558.09
Class of 2015	-	1,410.00	-	1,410.00
College Chemistry	-	702.50	702.50	-
Colorguard	-	1,794.49	1,794.49	-
Counseling	1,026.47	6,447.50	6,704.79	769.18
Dance Squad	762.96	11,493.38	11,660.86	595.48
Diversity	-	34.52	-	34.52
FBLA	1,529.78	-	-	1,529.78
FCCLA	2,833.86	7,964.45	8,431.94	2,366.37
Forensics	3,003.93	2,703.62	1,454.21	4,253.34
FACS	-	157.50	157.50	-
French Club	1,421.80	89.00	719.02	791.78
Green House	4,807.52	1,178.90	2,124.90	3,861.52
International Club	63.73	756.00	819.73	-
KSHSAA Activity Fee	-	15,240.00	15,240.00	-
Language Art Club	565.12	-	284.12	281.00
Leadership	253.75	586.58	830.33	10.00
Multimedia	69.95	-	-	69.95
National Honor Society	535.24	1,558.00	1,556.07	537.17
Outside Biology	-	2,151.00	2,151.00	-
Peer Model Program	257.65	-	-	257.65
Photo Club	45.00	-	-	45.00
Photography	-	2,302.50	2,302.50	-
Principals Advisory Club	20,826.89	36,017.48	44,359.89	12,484.48
SADD	776.49	-	-	776.49
Scholars Bowl	334.24	587.00	829.06	92.18
Scholarship	1,771.79	3,415.00	4,957.29	229.50
Science Club	3,733.66	1,782.04	3,457.36	2,058.34
Science Olympiad	1,614.25	120.98	295.75	1,439.48
Social Studies Club	133.00	-	-	133.00
Spirit Club	668.54	2,243.07	2,415.00	496.61
Strings	470.20	455.14	850.47	74.87
Student Council	3,083.21	2,725.76	2,744.41	3,064.56
Theater	4,062.60	12,376.36	10,003.81	6,435.15

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

Unified School District No. 458
Basehor, Kansas
Agency Funds
Statement of Cash Receipts and Cash Disbursements - Statutory Basis
For the Fiscal Year Ended June 30, 2012

Statement 4

<u>Student Organization Funds</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Basehor-Linwood High School (Continued)				
Transportation	-	2,450.00	2,450.00	-
VCS	541.51	109.31	101.10	549.72
VICA	<u>1,293.87</u>	<u>454.00</u>	<u>1,197.43</u>	<u>550.44</u>
Subtotal Basehor-Linwood High School	<u>80,155.98</u>	<u>231,687.58</u>	<u>249,380.11</u>	<u>62,463.45</u>
Basehor-Linwood Middle School				
Art	\$ 74.35	\$ -	\$ -	\$ 74.35
Choir	10.00	-	10.00	-
Library	913.81	44.11	-	957.92
Pep Club	327.28	5,525.06	5,693.29	159.05
Reading Reward	-	-	-	-
Student Council	9,707.67	69,414.24	60,052.22	19,069.69
Technology	<u>28.00</u>	<u>-</u>	<u>-</u>	<u>28.00</u>
Subtotal Basehor-Linwood Middle School	<u>11,061.11</u>	<u>74,983.41</u>	<u>65,755.51</u>	<u>20,289.01</u>
Basehor Grade School				
6th Grade Newspaper	179.68	-	179.68	-
O.W.L.S.	97.90	-	-	97.90
Principal's Activities	24,652.67	15,617.25	21,083.51	19,186.41
Stuco Store	2,700.18	3,064.75	3,014.38	2,750.55
Sunshine Committee	852.31	634.50	959.20	527.61
Wreaths Across America	<u>1.27</u>	<u>4,643.55</u>	<u>4,509.10</u>	<u>135.72</u>
Subtotal Basehor Grade School	<u>28,484.01</u>	<u>23,960.05</u>	<u>29,745.87</u>	<u>22,698.19</u>
Glenwood Ridge Grade School				
BLEF Grant	184.54	825.00	825.00	184.54
O.W.L.S.	201.11	166.12	97.69	269.54
Principal's Activities	4,634.63	7,157.10	6,026.06	5,765.67
Social/Flower Fund	49.91	660.00	378.90	331.01
Stuco	5,177.74	3,589.98	6,691.90	2,075.82
Student Hardship Grant	<u>373.13</u>	<u>-</u>	<u>-</u>	<u>373.13</u>
Subtotal Glenwood Ridge Grade School	<u>10,621.06</u>	<u>12,398.20</u>	<u>14,019.55</u>	<u>8,999.71</u>
Linwood Grade School				
Intermediate Recognition	18.27	512.60	160.42	370.45
Donations	12.60	-	12.60	-
Special Speakers	3,730.35	-	1,429.00	2,301.35
Student Council	<u>313.83</u>	<u>731.84</u>	<u>841.22</u>	<u>204.45</u>
Subtotal Linwood Grade School	<u>4,075.05</u>	<u>1,244.44</u>	<u>2,443.24</u>	<u>2,876.25</u>
Total Agency Funds	<u>\$ 134,397.21</u>	<u>\$ 344,273.68</u>	<u>\$ 361,344.28</u>	<u>\$ 117,326.61</u>

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

Unified School District No. 458
Basehor, Kansas
District Activity Funds
Summary of Cash Receipts, Expenditures, and Unencumbered Cash - Statutory Basis
For the Fiscal Year Ended June 30, 2012

District Activity 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						
Basehor-Linwood High School	\$ 30,517.44	\$ 264,693.10	\$ 265,344.59	\$ 29,865.95	\$ -	\$ 29,865.95
Basehor-Linwood Middle School	2,586.16	19,623.02	22,209.18	-	-	-
Total Athletics and Other	<u>33,103.60</u>	<u>284,316.12</u>	<u>287,553.77</u>	<u>29,865.95</u>	<u>-</u>	<u>29,865.95</u>
School Projects						
Basehor-Linwood High School	4,627.49	26,525.84	22,718.32	8,435.01	-	8,435.01
Basehor-Linwood Middle School	1,045.04	8,012.10	9,057.14	-	-	-
Basehor Grade School	8,454.40	19,394.47	17,685.22	10,163.65	-	10,163.65
Glenwood Ridge Grade School	-	5,491.74	4,739.79	751.95	-	751.95
Linwood Elementary School	5,559.00	16,177.60	14,590.63	7,145.97	-	7,145.97
Total School Projects	<u>19,685.93</u>	<u>75,601.75</u>	<u>68,791.10</u>	<u>26,496.58</u>	<u>-</u>	<u>26,496.58</u>
Total District Activity Funds	<u>\$ 52,789.53</u>	<u>\$ 359,917.87</u>	<u>\$ 356,344.87</u>	<u>\$ 56,362.53</u>	<u>\$ -</u>	<u>\$ 56,362.53</u>

UNIFIED SCHOOL DISTRICT NO. 458
Basehor, Kansas

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2012

Note 1 Reporting Entity

Unified School District No. 458 is a municipal corporation governed by a citizen elected seven-member board.

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 municipality has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the 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. 458 financial statements for the fiscal year ended June 30, 2011, from which such partial information was derived.

UNIFIED SCHOOL DISTRICT NO. 458

Basehor, 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. There were no such budget amendments for this 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.

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 municipality 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:

Contingency Reserve Fund	Title I Fund	Student Material Revolving Fund
Kelc Grant Fund	Title II Fund	District Activity Funds

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. 458
Basehor, 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 \$5,676,905.01 and the bank balance was \$6,912,930.40. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000.00 was covered by federal depository insurance, and the remaining \$6,662,930.40 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	\$ 550,000.00
General Fund	Special Education Fund	K.S.A. 72-6428	1,390,901.00
General Fund	Capital Outlay Fund	K.S.A. 72-6428	150,000.00
General Fund	Professional Development Fund	K.S.A. 72-6428	20,000.00
General Fund	Special Education Fund	K.S.A. 72-6428	174,157.00
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	79,707.96
General Fund	Bilingual Education Fund	K.S.A. 72-6428	28,904.77
General Fund	Virtual Education Fund	K.S.A. 72-6428	756,446.12
Supplemental General Fund	Parent Education Fund	K.S.A. 72-6433	22,500.00
Supplemental General Fund	Special Education Fund	K.S.A. 72-6433	850,000.00
Supplemental General Fund	Vocational Education Fund	K.S.A. 72-6433	275,000.00
Supplemental General Fund	Virtual Education Fund	K.S.A. 72-6433	343,553.88
Virtual Education Fund	General Fund	K.S.A. 72-3715	62,102.00

UNIFIED SCHOOL DISTRICT NO. 458
Basehor, 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.

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, and \$248,468,186 respectively, equal to the statutory required contributions each year.

Note 7 Termination Benefits

The Board of Education implemented a 3-Tiered early retirement program, effective July 1, 2009. This program is to reward certified and classified employees for long term service to the district, as well as to facilitate the timely retirement of employees to maintain a high level of staff competencies. Tier One and Tier Two require employees to have at least 15 years of service to the district. Payments to participants under this plan were \$137,603.95 for the fiscal year ended June 30, 2012. Tier Three provides an Annuity Plan for employees not eligible for Tier One or Tier Two. Payments to participants under this plan were \$56,363.60. For an in-depth understanding, the policy in its entirety should be reviewed.

Note 8 Capital Projects

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable to Date
Site Acquisition, Building Construction and Improvement	<u>\$ 40,265,669.44</u>	<u>\$ 40,197,656.86</u>

UNIFIED SCHOOL DISTRICT NO. 458
Basehor, Kansas

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

Note 9 Subsequent Events

The Government's management has evaluated events and transactions occurring after June 30, 2012 through September 12, 2012. The aforementioned date represents the date the financial statements were available to be issued.

Note 10 Compensated Absences

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

Note 11 Compliance With Statutes

The district received grant monies from private sources. The cash basis rule does not apply for requirements to expend grant monies for grant purposes with the expectation of monies to be reimbursed to the district under the conditions of the grant award.

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 Fund 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 \$630,545.00 for the General Fund and \$87,692.00 for the Supplemental General Fund.

K.S.A. 72-6417(d) and K.S.A. 72-6434(d) requires the 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 district after June 30, as a receipt for the school year ending June 30, 2012. The following two pages show the revenue as required by statutes.

UNIFIED SCHOOL DISTRICT NO. 458
Basehor, Kansas

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

Note 11 Compliance with Statutes (Cont.)

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

	General Fund			
	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and shared Revenue:				
Ad Valorem Property Tax	\$ 2,265,985.65	\$ 2,278,738.87	\$ 2,153,793.00	\$ 124,945.87
Delinquent Tax	89,467.20	137,443.63	49,128.00	88,315.63
Mineral Tax	4.01	5.42	-	5.42
State Aid:				
General State Aid	7,835,933.00	7,920,899.00	8,228,298.00	(307,399.00)
Special Education Services Aid	1,437,238.00	1,565,058.00	1,643,235.00	(78,177.00)
Federal Aid:				
SFSF Education State Grants, Recovery Act	211,981.00	-	-	-
Education Job Funding	371,178.00	5,611.00	-	5,611.00
Reimbursements and Other	139,731.93	172,598.46	-	172,598.46
Operating Transfers	-	62,102.00	62,102.00	-
Total Cash Receipts	<u>12,351,518.79</u>	<u>12,142,456.38</u>	<u>12,136,556.00</u>	<u>\$ 5,900.38</u>
Expenditures				
Instruction	4,599,423.71	5,653,140.57	\$ 5,231,502.00	\$ 421,638.57
ARRA Stabilization Salaries	211,981.00	-	-	-
Education Job Funds Salary	371,178.00	5,611.00	-	-
Student Support Services	697,313.11	399,413.43	399,230.00	183.43
Instructional Support Staff	-	263,878.84	313,574.00	(49,695.16)
General Administration	244,188.43	213,506.02	244,006.00	(30,499.98)
School Administration	1,301,182.28	945,897.02	981,969.00	(36,071.98)
Other Supplemental Service	-	301,289.54	355,610.00	(54,320.46)
Operations and Maintenance	936,500.41	1,169,061.68	787,130.00	381,931.68
Transportation	-	40,541.50	230,000.00	(189,458.50)
Operating Transfers	3,989,751.78	3,150,116.85	3,593,535.00	(443,418.15)
Adjustment to Comply with Legal Max	-	-	(88,452.00)	88,452.00
Legal General Fund Budget	<u>12,351,518.72</u>	<u>12,142,456.45</u>	<u>12,048,104.00</u>	<u>88,741.45</u>
Adjustment for Qualifying Budget Credits	-	-	<u>172,598.46</u>	<u>(139,731.93)</u>
Total Expenditures	<u>12,351,518.72</u>	<u>12,142,456.45</u>	<u>\$ 12,220,702.46</u>	<u>\$ (50,990.48)</u>
Receipts Over (Under) Expenditures	0.07	(0.07)		
Unencumbered Cash, Beginning	-	0.07		
Unencumbered Cash, Ending	<u>\$ 0.07</u>	<u>\$ -</u>		

UNIFIED SCHOOL DISTRICT NO. 458
Basehor, Kansas

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

Note 11 Compliance with Statutes (Cont.)

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

Supplemental General Fund

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual			(Under)
Cash Receipts				
Taxes and shared Revenue:				
Ad Valorem Property Tax	\$ 2,311,633.34	\$ 2,349,462.13	\$ 2,478,313.00	\$ (128,850.87)
Delinquent Tax	75,025.70	119,614.90	50,346.00	69,268.90
Motor Vehicle Tax	280,768.21	297,951.09	351,321.00	(53,369.91)
RV Tax	5,134.29	5,281.16	6,311.00	(1,029.84)
State Aid:				
Supplemental General State Aid	1,512,231.00	1,512,952.00	1,469,536.00	43,416.00
Total Cash Receipts	<u>4,184,792.54</u>	<u>4,285,261.28</u>	<u>\$ 4,355,827.00</u>	<u>\$ (70,565.72)</u>
Expenditures				
Instruction	779,203.16	628,953.67	\$ 781,493.00	\$ (152,539.33)
Student Support Services	30,409.68	30,145.22	32,000.00	(1,854.78)
Instructional Support Services	22,037.00	26,530.48	24,000.00	2,530.48
General Administration	45,842.01	29,539.63	48,500.00	(18,960.37)
School Administration	131,107.90	91,523.64	119,350.00	(27,826.36)
Other Supplemental Service	-	16,768.22	-	16,768.22
Operations and Maintenance	1,290,405.69	1,097,656.84	1,286,500.00	(188,843.16)
Vehicle Operating Services	577,338.65	661,941.87	600,432.00	61,509.87
Other Support Services	31,475.91	30,541.09	46,000.00	(15,458.91)
Operating Transfers	1,197,500.00	1,491,053.88	1,197,500.00	293,553.88
Adjustment to Comply with Legal Max	-	-	(31,120.00)	31,120.00
Legal Supplemental General Fund Budget	<u>\$ 4,105,320.00</u>	<u>\$ 4,104,654.54</u>	<u>\$ 4,104,655.00</u>	<u>\$ (31,120.46)</u>
Receipts Over (Under) Expenditures	79,472.54	180,606.74		
Unencumbered Cash, Beginning	<u>68,407.00</u>	<u>147,879.54</u>		
Unencumbered Cash, Ending	<u>\$ 147,879.54</u>	<u>\$ 328,486.28</u>		

UNIFIED SCHOOL DISTRICT NO. 458

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

Note 12 - Long-Term Debt

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 2005	2.25 to 4.50%	5/3/2005	13,680,000.00	9/1/2017	\$ 10,545,000.00	\$ -	\$ 1,170,000.00	\$ -	\$ 9,375,000.00	\$ 424,600.00
Series 2007	4.25 to 5.00%	3/1/2008	15,000,000.00	9/1/2028	15,000,000.00	-	-	-	15,000,000.00	683,645.00
Series 2008A	3.75 to 5.10%	11/1/2008	10,000,000.00	9/1/2029	10,000,000.00	-	-	-	10,000,000.00	510,005.00
Series 2009A	2.50 to 5.25%	2/25/2009	10,000,000.00	9/1/2029	10,000,000.00	-	-	-	10,000,000.00	457,731.26
Series 2009C	3.00 to 5.00%	12/23/2009	4,900,000.00	9/1/2030	4,900,000.00	-	-	-	4,900,000.00	208,262.50
Total General Obligation Bonds					50,445,000.00	-	1,170,000.00	-	49,275,000.00	2,284,243.76
City of Basehor Assessment										
Special Assessment	2.000%	7/21/2012	241,022.98	7/1/2032	-	241,022.98	-	-	241,022.98	-
Capital Leases Payable										
Cert. of Participation 2004	2.0 to 4.7%	7/15/2004	1,115,000.00	7/1/2019	670,000.00	-	670,000.00	-	-	14,811.25
Cert. of Participation 2012	2.000%	4/3/2012	695,000.00	7/1/2019	695,000.00	-	85,000.00	-	610,000.00	3,397.78
Computer Lease 2007	5.510%	6/19/2007	522,574.78	8/1/2011	295,100.42	-	295,100.42	-	0.00	16,260.03
Computer Lease 2008	5.500%	8/8/2008	256,864.27	8/1/2012	256,864.27	-	-	-	256,864.27	-
Computer Lease 2009	2.900%	6/15/2009	275,023.57	8/1/2013	245,621.33	-	-	-	245,621.33	-
Total Capital Leases					2,162,586.02	-	1,050,100.42	-	1,112,485.60	34,469.06
Total Contractual Indebtedness					52,607,586.02	241,022.98	2,220,100.42	-	50,628,508.58	2,318,712.82
Compensated Absences					1,559,687.39	-	-	19,532.89	1,579,220.28	-
Total Long-Term Debt					\$ 54,167,273.41	\$ 241,022.98	\$ 2,220,100.42	\$ 19,532.89	\$ 52,207,728.86	\$ 2,318,712.82

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	2023-2027	2028-2033	Total
Principal:									
General Obligation Bonds									
Series 2005	\$ 1,270,000.00	\$ 1,375,000.00	\$ 1,490,000.00	\$ 1,610,000.00	\$ 1,740,000.00	\$ 1,890,000.00	\$ -	\$ -	\$ 9,375,000.00
Series 2007	55,000.00	110,000.00	175,000.00	245,000.00	325,000.00	3,135,000.00	6,775,000.00	4,180,000.00	15,000,000.00
Series 2008A	-	-	125,000.00	175,000.00	225,000.00	2,005,000.00	3,705,000.00	3,765,000.00	10,000,000.00
Series 2009A	-	-	100,000.00	150,000.00	200,000.00	2,080,000.00	3,705,000.00	3,765,000.00	10,000,000.00
Series 2009C	-	-	-	230,000.00	235,000.00	1,305,000.00	1,585,000.00	1,545,000.00	4,900,000.00
City of Basehor Assessment									
Special Assessment	9,068.87	10,084.62	10,288.18	10,495.86	10,707.70	56,868.93	62,844.64	70,664.18	241,022.98
Capital Leases Payable									
Cert. of Participation 2012	85,000.00	90,000.00	90,000.00	85,000.00	85,000.00	175,000.00	-	-	610,000.00
Computer Lease 2007	-	-	-	-	-	-	-	-	-
Computer Lease 2008	256,864.27	-	-	-	-	-	-	-	256,864.27
Computer Lease 2009	-	245,621.33	-	-	-	-	-	-	245,621.33
Total Principal	1,675,933.14	1,830,705.95	1,990,288.18	2,505,495.86	2,820,707.70	10,646,868.93	15,832,844.64	13,325,664.18	50,628,508.58
Interest:									
General Obligation Bonds									
Series 2005	375,600.00	322,900.00	265,600.00	199,575.00	124,200.00	42,525.00	-	-	1,330,600.00
Series 2007	682,476.25	678,970.00	672,913.75	663,988.75	651,876.25	2,915,562.50	1,781,297.50	193,725.00	8,240,810.00
Series 2008A	510,005.00	510,005.00	507,661.25	501,905.00	493,880.00	2,238,843.75	1,495,775.00	302,875.00	6,560,950.00
Series 2009A	457,731.26	457,731.26	456,481.26	453,356.26	448,731.26	2,073,075.05	1,489,359.39	313,031.25	6,149,496.99
Series 2009C	208,262.50	208,262.50	208,262.50	204,812.50	197,837.50	853,987.50	560,393.75	159,125.00	2,600,943.75
City of Basehor Assessment									
Special Assessment	4,343.43	4,546.98	4,343.42	4,135.74	3,923.90	16,289.07	10,313.36	3,711.73	51,607.63
Capital Leases Payable									
Cert. of Participation 2012	12,200.00	10,500.00	8,700.00	6,900.00	5,200.00	5,200.00	-	-	48,700.00
Computer Lease 2007	-	-	-	-	-	-	-	-	-
Computer Lease 2008	56,235.44	-	-	-	-	-	-	-	56,235.44
Computer Lease 2009	-	29,402.24	-	-	-	-	-	-	29,402.24
Total Interest	2,307,053.88	2,222,317.98	2,123,962.18	2,034,673.25	1,925,648.91	8,145,482.87	5,337,139.00	972,467.98	25,068,746.05
Total Principal and Interest	\$ 3,982,987.02	\$ 4,053,023.93	\$ 4,114,250.36	\$ 4,540,169.11	\$ 4,746,356.61	\$ 18,792,351.80	\$ 21,169,983.64	\$ 14,298,132.16	\$ 75,697,254.63